

GONZALES COUNTY, TEXAS

ANNUAL FINANCIAL REPORT

**FISCAL YEAR ENDED
SEPTEMBER 30, 2024**



GONZALES COUNTY

COUNTY OFFICIALS

COUNTY JUDGE

PATRICK C. DAVIS

COUNTY COMMISSIONERS

PRECINCT 1

ANTON “TONY” MACIAS

PRECINCT 2

DONNIE R. BRZOZOWSKI

PRECINCT 3

ROY STATON

PRECINCT 4

COLLIE BOATRIGHT

COUNTY ATTORNEY

EDUARDO ESCOBAR

COUNTY TREASURER

SHERYL BARBORAK

COUNTY AUDITOR

BECKY WESTON

TAX ASSESSOR-COLLECTOR

CRYSTAL CEDILLO

COUNTY CLERK

LONA ACKMAN

DISTRICT CLERK

JANICE SUTTON

SHERIFF

KEITH SCHMIDT

GONZALES COUNTY
ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED SEPTEMBER 30, 2024

TABLE OF CONTENTS

INTRODUCTORY SCHEDULE

	<u>PAGE</u>
TITLE PAGE	i
PRINCIPAL OFFICERS	ii
TABLE OF CONTENTS	iii

FINANCIAL SECTION

INDEPENDENT AUDITOR’S REPORT	1
MANAGEMENT’S DISCUSSION AND ANALYSIS	4
BASIC FINANCIAL STATEMENTS	11
STATEMENT OF NET POSITION	12
STATEMENT OF ACTIVITIES	14
BALANCE SHEET - GOVERNMENTAL FUNDS	15
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE STATEMENT OF NET POSITION	16
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE GOVERNMENTAL FUNDS.....	17
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES TO THE STATEMENT OF NET POSITION	18
STATEMENT OF FIDUCIARY NET POSITION	19
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION	20
NOTES TO BASIC FINANCIAL STATEMENTS.....	21
REQUIRED SUPPLEMENTARY INFORMATION	40
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE- GENERAL FUND	41
ROAD AND BRIDGE FUND	42
NOTES TO SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL	43
SCHEDULE OF CHANGES - NET PENSION LIABILITY AND RELATED RATIOS	44
SCHEDULE OF COUNTY CONTRIBUTIONS – PENSION PLAN	46
SCHEDULE OF CHANGES – TOTAL OTHER POST-EMPLOYMENT BENEFIT LIABILITY AND RELATED RATIOS	47

SUPPLEMENTARY INFORMATION	49
COMBINING BALANCE SHEET – NONMAJOR FUNDS	50
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – NONMAJOR FUNDS.....	58
COMPARATIVE BALANCE SHEETS - GENERAL FUND.....	66
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - GENERAL FUND	67
COMPARATIVE BALANCE SHEETS - ROAD AND BRIDGE FUND.....	68
COMPARATIVE STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCE – ROAD AND BRIDGE FUND	69

COMPLIANCE SECTION

REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH <i>GOVERNMENT AUDITING STANDARDS</i>	72
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Armstrong, Vaughan & Associates, P. C.

Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

The Honorable Judge and
Members of the Commissioners' Court
Gonzales County, Texas

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of Gonzales County, as of and for the year ended September 30, 2024, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregated remaining fund information of Gonzales County, as of September 30, 2024, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Gonzales County and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Gonzales County's management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Gonzales County's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Gonzales County's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Gonzales County's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, and schedules of changes and contributions for net pension liability and total other post-employment benefit liability as referred to in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

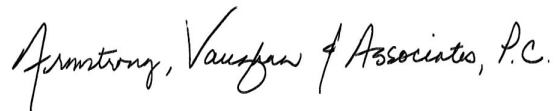
Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Gonzales County's basic financial statements. The supplementary information (as identified in the table of contents) is presented for purposes of additional analysis and are not a required part of the basic financial statements.

The supplementary information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated April 23, 2025 on our consideration of Gonzales County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Gonzales County's internal control over financial reporting and compliance.

A handwritten signature in cursive script that reads "Armstrong, Vaughan & Associates, P.C.".

Armstrong, Vaughan & Associates, P.C.
April 23, 2025

MANAGEMENT’S DISCUSSION AND ANALYSIS

This section of Gonzales County’s annual financial report presents our discussion and analysis of the County’s financial performance during the fiscal year ended September 30, 2024. Please read it in conjunction with the County’s financial statements, which follow this section.

FINANCIAL HIGHLIGHTS

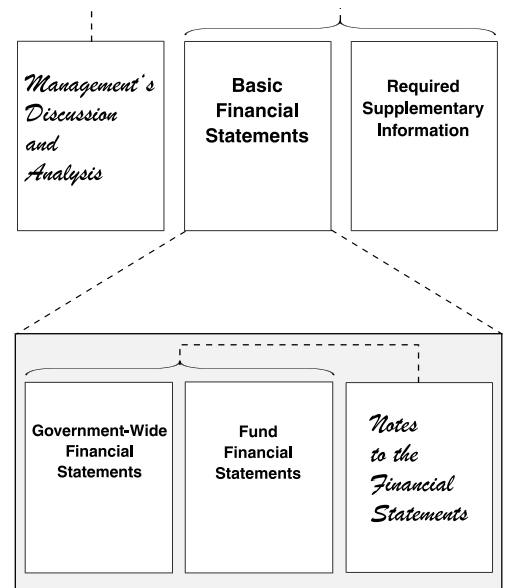
- The County’s total net position was \$40.6 million at September 30, 2024, a decrease of \$1.1 million.
- During the year, the County’s governmental expenses were \$1.1 million more than the \$23.1 million generated in general and program revenues for governmental activities. The total cost of the County’s programs increased 16.8% from the prior year. Personnel were provided cost of living adjustments. In addition, changes to the retiree insurance benefits added costs of \$1.7 million to 2024.
- The general fund reported a fund balance this year of \$9.5 million, a decrease of \$125 thousand. This was compared to a budgeted reduction in fund balance of \$3.6 million.

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of three parts—*management’s discussion and analysis* (this section), the *basic financial statements*, and *required supplementary information*. The basic financial statements include two kinds of statements that present different views of the County:

- The first two statements are *government-wide financial statements* that provide both *long-term* and *short-term* information about the County’s overall financial status.
- The remaining statements are *fund financial statements* that focus on *individual parts* of the government, reporting the County’s operations in more detail than the government-wide statements.
- *The governmental funds* statements tell how *general government* services were financed in the *short-term* as well as what remains for future spending.

Figure A-1, Required Components of the County’s Annual Financial Report



Summary ←→ Detail

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of *required supplementary information* that further explains and supports the information in the financial statements. Figure A-1 shows how the required parts of this annual report are arranged and related to one another. The remainder of this overview section of management’s discussion and analysis explains the structure and contents of each of the statements.

Government-Wide Statements

The government-wide statements report information about the County as a whole using accounting methods similar to those used by private-sector companies. The statement of net position includes all of the government's assets and liabilities. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two government-wide statements report the County's net position and how they have changed. Net position—the difference between the County's assets and liabilities—is one way to measure the County's financial health or *position*.

- Over time, increases or decreases in the County's net position is an indicator of whether its financial health is improving or deteriorating, respectively.
- To assess the overall health of the County, one needs to consider additional non-financial factors such as changes in the County's tax base.
- The government-wide financial statements of the County include the *Governmental activities*. All of the County's basic services are included here, such as administration, public safety and public transportation. Property taxes, sales taxes and charges for services finance most of these activities.

Fund Financial Statements

The fund financial statements provide more detailed information about the County's most significant *funds*—not the County as a whole. Funds are accounting devices that the County uses to keep track of specific sources of funding and spending for particular purposes.

- Some funds are required by State law and by bond covenants.
- The Commissioners' Court establishes other funds to control and manage money for particular purposes or to show that it is properly using certain taxes and grants.

The County has the following kinds of funds:

- *Governmental funds*—Most of the County's basic services are included in governmental funds, which focus on (1) how *cash and other financial assets* that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the governmental fund statements provide a detailed *short-term* view that helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the County's programs.
- *Fiduciary funds*—The County collects and holds funds for various other entities such as property taxes for other governments, vehicle registrations for the State and court settlements for minors. The County is responsible for ensuring that the assets reported in these funds are used for their intended purposes. All of the County's fiduciary activities are reported in a separate statement of fiduciary net position and a statement of changes in fiduciary net position. These activities are excluded from the County's government-wide financial statements because they are not resources for the County to use on operations.

FINANCIAL ANALYSIS OF THE COUNTY AS A WHOLE

Net position. The County's combined net position was \$40.6 million at September 30, 2024. (See Table A-1).

Table A-1
County's Net Position

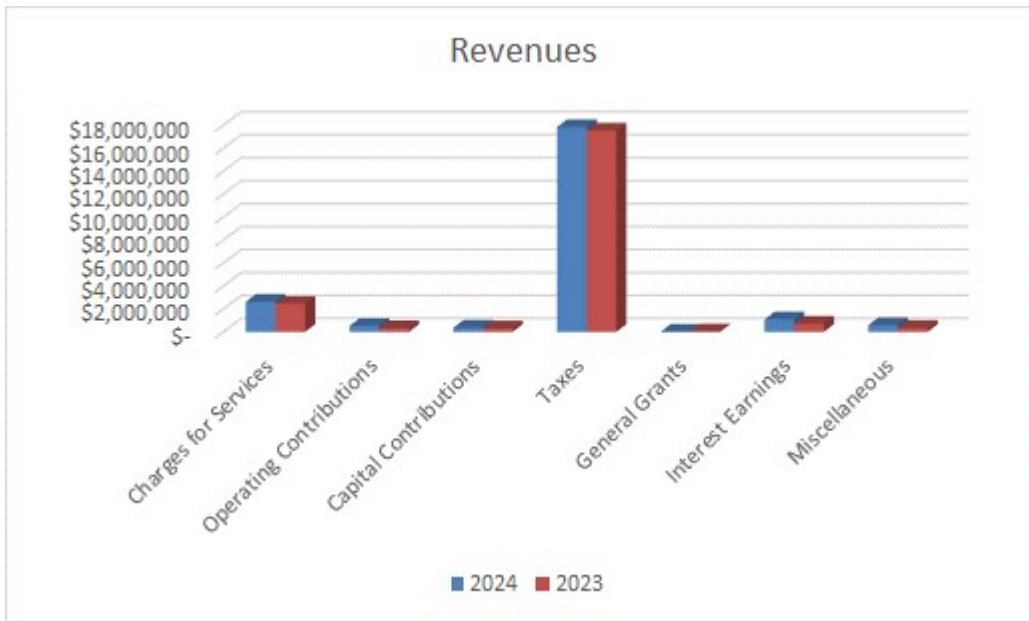
	Governmental Activities		Percentage Change
	2024	2023	
<i>Assets:</i>			
Current Assets	\$ 23,703,435	\$ 23,777,316	(0.3)
Other Assets	22,069,457	21,906,430	0.7
<i>Total Assets</i>	<u>45,772,892</u>	<u>45,683,746</u>	0.2
<i>Deferred Outflows of Resources:</i>	<u>1,856,776</u>	<u>2,516,667</u>	(26.2)
<i>Liabilities:</i>			
Current Liabilities	1,807,436	1,485,592	21.7
Long-term Liabilities	4,859,878	4,559,503	6.6
<i>Total Liabilities</i>	<u>6,667,314</u>	<u>6,045,095</u>	10.3
<i>Deferred Inflows of Resources:</i>	<u>318,115</u>	<u>364,194</u>	(12.7)
<i>Net Position:</i>			
Net Investment in Capital Assets	21,783,680	21,419,900	1.7
Restricted	1,565,340	1,648,469	(5.0)
Unrestricted	<u>17,295,219</u>	<u>18,722,755</u>	(7.6)
<i>Total Net Position</i>	<u>\$40,644,239</u>	<u>\$41,791,124</u>	(2.7)

The unrestricted net position represents resources available to fund the programs of the County next year.

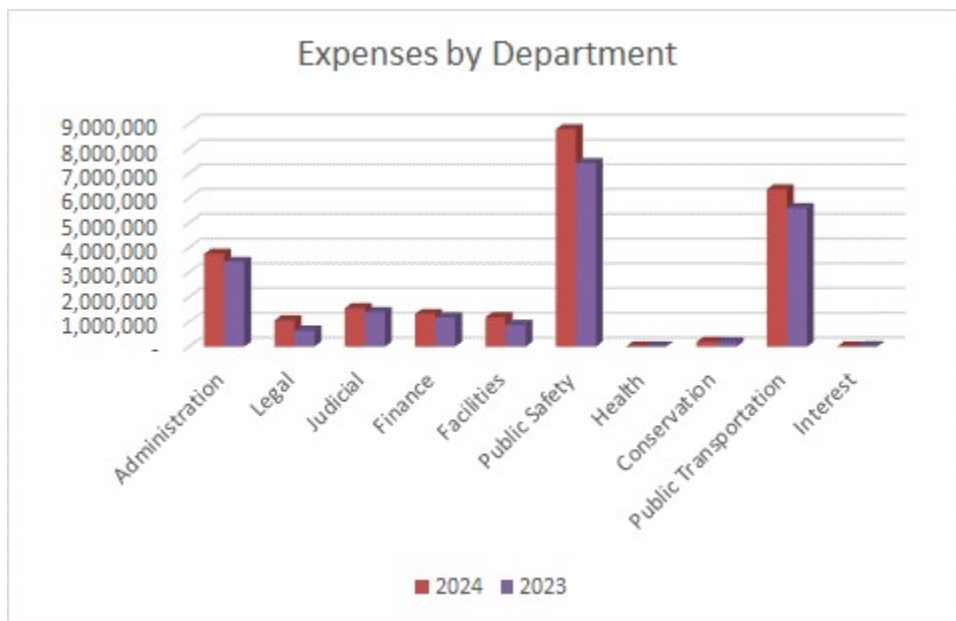
Governmental Activities

Table A-2 summarizes the changes in the County's net position for 2024 and 2023 fiscal years.

	Governmental Activities		Percentage Change
	2024	2023	
<i>Program Revenues:</i>			
Charges for Services	\$ 2,641,024	\$ 2,446,771	7.9
Operating Grants and Contributions	526,884	323,672	62.8
Capital Contributions	369,262	293,806	25.7
<i>General Revenues:</i>			
Taxes	17,828,947	17,517,049	1.8
General Grants	26,877	35,506	(24.3)
Interest Earnings	1,090,223	706,896	54.2
Miscellaneous	591,422	348,113	69.9
TOTAL REVENUES	23,074,639	21,671,813	6.5
<i>Program Expenses:</i>			
Administration	3,747,431	3,423,092	9.5
Legal	1,061,245	647,605	63.9
Judicial	1,556,719	1,392,449	11.8
Finance	1,318,134	1,178,482	11.9
Facilities	1,192,051	875,054	36.2
Public Safety	8,785,752	7,412,051	18.5
Health	5,000	4,860	2.9
Conservation	193,374	179,987	7.4
Public Transportation	6,355,444	5,597,746	13.5
Interest	6,374	19,650	(67.6)
TOTAL EXPENSES	24,221,524	20,730,976	16.8
 Change in Net Position	 (1,146,885)	 940,837	 (221.9)
 Beginning Net Position	 41,791,124	 40,850,287	
Ending Net Position	<u>\$ 40,644,239</u>	<u>\$ 41,791,124</u>	



In 2024, revenues increased \$1.4 million across most revenue streams. Taxes increased only 1.8%.



Expenses increased 16.8% and were largely the result of cost of living adjustments for personnel and the expansion of the retiree insurance benefit. This was spread across all departments.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

As of September 30, 2024, the County had invested \$42.4 million in buildings, infrastructure and equipment. In 2024, the County purchased several vehicles and is continuing work on annex building repairs and radio towers. (See Table A-3.)

Table A-3
County's Capital Assets

	Governmental Activities		Total Percentage Change
	2024	2023	
Land	\$ 186,058	\$ 47,735	289.8
Buildings and Improvements	16,276,965	16,191,084	0.5
Vehicles and Equipment	20,340,746	18,756,974	8.4
Infrastructure	4,955,060	4,955,060	0.0
Construction in Progress	654,591	234,654	179.0
Totals at Historical Cost	42,413,420	40,185,507	5.5
Accumulated Depreciation	(20,535,185)	(18,497,048)	11.0
Net Capital Assets	<u>\$21,878,235</u>	<u>\$21,688,459</u>	0.9

More detailed information about the County's capital assets is presented in the notes to the financial statements.

Long Term Debt

As of September 30, 2024, the County had \$95 thousand in long term debt outstanding as shown in Table A-4. No new debt was entered into during 2024. More detailed information about the County's debt is presented in the notes to the financial statements.

Table A-4
County's Long-Term Debt

	Governmental Activities		Total Percentage Change
	2024	2023	
Notes Payable	\$ 94,555	\$ 268,559	(64.8)
Total Long-Term Debt	<u>\$ 94,555</u>	<u>\$ 268,559</u>	(64.8)

FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

Revenues from governmental fund types increased \$1.3 million to \$23.1 million. Additional funding through Senate Bill 22 and interest income accounted for the largest changes. Similarly, governmental expenditures increased \$2.2 million to \$23.7 million. The cost of living adjustments mentioned previously was the largest reason. Governmental fund balances decreased \$581 thousand to \$20.9 million.

Budgetary Highlights

General Fund

The County's actual expenditures in the General Fund were \$1.5 million less than final budgeted amounts and no departments were over budget. Revenues were higher than the budget by \$2.0 million, primarily from better than expected property and sales tax collections. Fund balance decreased \$126 thousand compared to a budgeted reduction in fund balance of \$3.6 million.

Road and Bridge Fund

The County's actual expenditures in the Road and Bridge Fund were \$1.0 million less than final budgeted amounts and revenues were \$0.4 million more. The Road and Bridge Fund balance decreased \$0.4 million compared to a budgeted reduction of \$1.8 million.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The 2024-2025 budget includes a decrease in property tax rates from \$0.2420 to \$0.2032. However, the decrease in rate is expected to raise slightly more property tax revenues (less than 1%) because of new property and increases in valuations. Expenditures in the general fund are expected to increase approximately 4% from 2023-2024 spending levels. Road and bridge expenditures are expected to remain largely the same. The County does not anticipate significant changes to County services or operations. Planning has begun on courthouse and annex repairs and construction is expected in 2025.

CONTACTING THE COUNTY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the County's finances and to demonstrate the County's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the County at (830)-672-2327.



BASIC FINANCIAL STATEMENTS

The basic financial statements include integrated sets of financial statements as required by the GASB. The sets of statements include:

- Government – Wide Financial Statements
- Fund Financial Statements:
 - Governmental Funds
 - Fiduciary Fund

In addition, the notes to the financial statements are included to provide information that is essential to a user's understanding of the basic financial statements.

GONZALES COUNTY
STATEMENT OF NET POSITION
SEPTEMBER 30, 2024

	Governmental Activities
ASSETS	
<i>Current Assets:</i>	
Cash and Cash Equivalents	\$ 13,394,468
Certificates of Deposit	8,825,788
Ad Valorem Taxes Receivable (net)	1,377,293
Prepaid Expenses	105,886
<i>Total Current Assets</i>	<u>23,703,435</u>
<i>Other Assets:</i>	
Notes Receivable	191,222
Capital Assets (Net)	21,878,235
<i>Total Other Assets</i>	<u>22,069,457</u>
TOTAL ASSETS	<u>45,772,892</u>
 DEFERRED OUTFLOWS OF RESOURCES	
Deferred Other Post Employment Benefit Outflows	369,926
Deferred Pension Related Outflows	1,486,850
TOTAL DEFERRED OUTFLOWS	<u>\$ 1,856,776</u>

See accompanying notes to basic financial statements.

GONZALES COUNTY
STATEMENT OF NET POSITION (CONTINUED)
SEPTEMBER 30, 2024

	Governmental Activities
LIABILITIES	
<i>Current Liabilities:</i>	
Accounts Payable	\$ 1,099,267
Accrued Wages	393,904
Unearned Revenue	132,460
Accrued Compensated Absences	127,608
Current Maturities of Long-term Debt	54,197
<i>Total Current Liabilities</i>	<u>1,807,436</u>
<i>Long-term Liabilities:</i>	
Long-term Debt (Net of Current)	40,358
Accrued Compensated Absences	191,411
Net Pension Liability	1,722,195
Total Other Post Employment Benefits Liability	2,905,914
<i>Total Long-term Liabilities</i>	<u>4,859,878</u>
TOTAL LIABILITIES	<u>6,667,314</u>
 DEFERRED INFLOWS OF RESOURCES	
Deferred Pension Related Inflows	16,562
Deferred Other Post Employment Benefits Inflows	301,553
TOTAL DEFERRED INFLOWS	<u>318,115</u>
 NET POSITION	
Net Investment in Capital Assets	21,783,680
Restricted for:	
Elections	36,324
Legal	168,813
Judicial	179,793
Public Safety	39,511
Records Management	327,187
Sheriff	61,583
Community Development	702,259
Other	49,870
Unrestricted	17,295,219
TOTAL NET POSITION	<u>\$ 40,644,239</u>

See accompanying notes to basic financial statements.



GONZALES COUNTY
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2024

					Net Revenue (Expense) and Change in Net Position
		Program Revenues			
Functions and Programs	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Total
Primary Government:					
<i>Governmental Activities:</i>					
Administration	\$ 3,747,431	\$ 342,104	\$ 23,512	\$ 369,262	\$ (3,012,553)
Legal	1,061,245	15,195	175,000	-	(871,050)
Judicial	1,556,719	712,674	16,668	-	(827,377)
Finance	1,318,134	613,666	-	-	(704,468)
Facilities	1,192,051	-	-	-	(1,192,051)
Public Safety	8,785,752	53,734	311,704	-	(8,420,314)
Health	5,000	24,485	-	-	19,485
Conservation	193,374	632	-	-	(192,742)
Public Transportation	6,355,444	878,534	-	-	(5,476,910)
Interest	6,374	-	-	-	(6,374)
Total Primary Government	\$ 24,221,524	\$ 2,641,024	\$ 526,884	\$ 369,262	(20,684,354)
General Revenues:					
Taxes					
Ad Valorem Taxes					14,752,874
Sales Taxes					3,076,073
General Grants					26,877
Interest and Investment Earnings					1,090,223
Miscellaneous					591,422
Total General Revenues					19,537,469
Change in Net Position					(1,146,885)
Net Position at Beginning of Year					41,791,124
Net Position at End of Year					\$ 40,644,239

See accompanying notes to basic financial statements.

GONZALES COUNTY
BALANCE SHEET - GOVERNMENTAL FUNDS
SEPTEMBER 30, 2024

	Major Fund General Fund	Major Fund Road & Bridge	Other Nonmajor Funds	Total Governmental Funds
ASSETS				
Cash and Cash Equivalents	\$ 5,338,120	\$ 6,481,683	\$ 1,574,667	\$ 13,394,470
Certificates of Deposit	4,988,472	3,837,316	-	8,825,788
Ad Valorem Taxes Receivable (net)	1,377,293	-	-	1,377,293
Notes Receivable	-	-	191,222	191,222
Prepaid Items	78,387	27,499	-	105,886
TOTAL ASSETS	\$ 11,782,272	\$ 10,346,498	\$ 1,765,889	\$ 23,894,659
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
<i>Liabilities:</i>				
Accounts Payable	\$ 536,970	\$ 487,509	\$ 200,549	\$ 1,225,028
Accrued Wages	319,139	74,765	-	393,904
Unearned Revenue	6,698	-	-	6,698
<i>Total Liabilities</i>	<i>862,807</i>	<i>562,274</i>	<i>200,549</i>	<i>1,625,630</i>
<i>Deferred Inflows of Resources:</i>				
Unavailable Revenues - Property Taxes	1,377,293	-	-	1,377,293
<i>Fund Balances:</i>				
Nonspendable:				
Prepaid Items	78,387	27,499	-	105,886
Notes Receivable	-	-	191,222	191,222
Restricted for:				
Elections	-	-	36,324	36,324
Legal	-	-	168,813	168,813
Judicial	-	-	179,793	179,793
Public Safety	-	-	39,511	39,511
Records Management	-	-	327,187	327,187
Sheriff	-	-	61,583	61,583
Community Development	-	-	511,037	511,037
Other	-	-	49,870	49,870
Committed for:				
Road and Bridge Maintenance	-	9,756,725	-	9,756,725
Unassigned	9,463,785	-	-	9,463,785
<i>Total Fund Balances</i>	<i>9,542,172</i>	<i>9,784,224</i>	<i>1,565,340</i>	<i>20,891,736</i>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 11,782,272	\$ 10,346,498	\$ 1,765,889	\$ 23,894,659

See accompanying notes to basic financial statements.

GONZALES COUNTY
RECONCILIATION OF THE GOVERNMENTAL FUNDS
BALANCE SHEET TO THE STATEMENT OF NET POSITION
SEPTEMBER 30, 2024

TOTAL FUND BALANCE - TOTAL GOVERNMENTAL FUNDS **\$ 20,891,736**

Amounts reported for governmental activities in the Statement of Net Position are different because:

Capital Assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. 21,878,235

Long-term liabilities, including bonds and notes payables are not due and payable in the current period and, therefore are not reported in the governmental funds. (94,558)

Net Pension Liabilities (and related deferred inflows and outflows of resources) do not consume current financial resources and are not reported in governmental funds.

Net Pension Asset (Liability)	(1,722,195)	
Pension Related Deferred Outflows	1,486,850	
Pension Related Deferred Inflows	<u>(16,562)</u>	(251,907)

Other Post Employment Benefit (OPEB) Liabilities (and related deferred inflows and outflows of resources) do not consume current financial resources and are not reported in governmental funds.

Total Other OPEB Liability	(2,905,914)	
OPEB Related Deferred Outflows	369,926	
OPEB Related Deferred Inflows	<u>(301,553)</u>	(2,837,541)

Other liabilities are not due and payable in the current period, and therefore, not reported in the funds.

Accrued Compensated Absences	<u>(319,019)</u>	(319,019)
------------------------------	------------------	-----------

Other long-term assets are not available to pay for current-period expenditures and, therefore, are not recognized as revenue in the funds. 1,377,293

TOTAL NET POSITION - GOVERNMENTAL ACTIVITIES **\$ 40,644,239**

GONZALES COUNTY
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2024

	Major Fund General Fund	Major Fund Road & Bridge	Other Nonmajor Funds	Total Governmental Funds
REVENUES				
Ad Valorem Taxes	\$ 10,551,343	\$ 4,168,252	\$ -	\$ 14,719,595
Sales Taxes	3,076,073	-	-	3,076,073
Fines and Forfeitures	828,356	-	94,362	922,718
Charges for Services	689,361	-	210,188	899,549
Licenses, Permits, and Fees	143,783	787,456	-	931,239
Interest Income	569,132	481,320	39,773	1,090,225
Misc Income	299,308	176,030	-	475,338
Grants and Donations	154,559	-	791,575	946,134
TOTAL REVENUES	<u>16,311,915</u>	<u>5,613,058</u>	<u>1,135,898</u>	<u>23,060,871</u>
EXPENDITURES				
Current:				
Administration	3,147,037	-	385,335	3,532,372
Legal	795,905	-	184,874	980,779
Judicial	1,382,982	-	123,504	1,506,486
Finance	1,249,264	-	-	1,249,264
Facilities	1,095,252	-	-	1,095,252
Public Safety	7,871,112	-	9,809	7,880,921
Health	3,200	-	2,119	5,319
Conservation	191,332	-	-	191,332
Public Transportation	-	4,885,674	-	4,885,674
Capital Outlay	701,751	971,391	513,386	2,186,528
Debt Service:				
Principal	-	174,004	-	174,004
Interest	-	6,374	-	6,374
TOTAL EXPENDITURES	<u>16,437,835</u>	<u>6,037,443</u>	<u>1,219,027</u>	<u>23,694,305</u>
Excess (Deficiency) in Revenue Over (Under) Expenditures	(125,920)	(424,385)	(83,129)	(633,434)
OTHER FINANCING SOURCES (OFS)				
Sale of Capital Assets	-	52,306	-	52,306
TOTAL OFS	<u>-</u>	<u>52,306</u>	<u>-</u>	<u>52,306</u>
Net Change in Fund Balance	(125,920)	(372,079)	(83,129)	(581,128)
BEGINNING FUND BALANCE	<u>9,668,092</u>	<u>10,156,303</u>	<u>1,648,469</u>	<u>21,472,864</u>
ENDING FUND BALANCE	<u>\$ 9,542,172</u>	<u>\$ 9,784,224</u>	<u>\$ 1,565,340</u>	<u>\$ 20,891,736</u>

See accompanying notes to basic financial statements.

GONZALES COUNTY
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2024

NET CHANGE IN FUND BALANCES - GOVERNMENTAL FUNDS **\$ (581,128)**

Amounts reported for governmental activities in the Statement of Activities
are different because:

Governmental funds report capital outlays as expenditures. However, in the
statement of activities the cost of those assets is allocated over their estimated
useful lives and reported as depreciation expense.

Capital Outlay	2,417,184	
Depreciation Expense	<u>(2,227,408)</u>	189,776

The issuance of long-term debt (e.g. bonds and capital leases) provide current
financial resources of governmental funds, while the repayment of the
principal of long-term debt consumes the current financial resources of
governmental funds. Neither transaction, however has any effect on net
position. Also, governmental funds report interest expense and compensated
absences when they are due and payable, while the statement of activities
recognizes interest expense and compensated absences when incurred.

Principal Payments on Long-term Debt	174,004	
Change in Compensated Absences	<u>14,284</u>	188,288

Governmental funds report required contributions to employee pensions and
other post-employment benefits as expenditures. However, in the Statement
of Activities the expense for the benefits is recorded based on the actuarially
determined cost of the plan. This is the amount that the contributions exceeded
(fell short of) the actuarially determined cost

Pension Plan	729,133	
Other Post-employment Benefit Plan	<u>(1,706,233)</u>	(977,100)

Revenues in the Statement of Activities that do not provide current financial
resources are not reported as revenues in the funds.

33,279

CHANGE IN NET POSITION - GOVERNMENTAL ACTIVITIES **\$(1,146,885)**

GONZALES COUNTY
STATEMENT OF FIDUCIARY NET POSITION
SEPTEMBER 30, 2024

	Custodial Funds
ASSETS	
Cash and Cash Equivalents	\$ 2,359,088
TOTAL ASSETS	<u>2,359,088</u>
LIABILITIES	
Accounts Payable	<u>1</u>
TOTAL LIABILITIES	<u>1</u>
NET POSITION	
Restricted for:	
Individuals, Organizations and other Governments	<u>2,359,087</u>
TOTAL NET POSITION	<u><u>\$ 2,359,087</u></u>

See accompanying notes to basic financial statements.

GONZALES COUNTY
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FOR THE YEAR ENDED SEPTEMBER 30, 2024

	Custodial Funds
ADDITIONS	
Ad Valorem Tax Collections for Other Governments	\$ 69,399,707
Condemnations	1,000
Motor Vehicle Collections for the State	6,349,183
Excess Tax Sale Proceeds	30,984
Inmate Deposits	394,833
Cash Bonds	153,258
Oil Lease Revenues on Behalf of Others	161,552
Property Seizures	46,135
Court Settlements Held for Minors	1,383
Interest Income	2,937
TOTAL ADDITIONS	<u>76,540,972</u>
DEDUCTIONS	
Property Tax Distributions to Other Governments	69,240,852
Motor Vehicle Distributions to the State	6,384,237
Cash Bond Refunds and Forfeitures	145,719
Excess Tax Payouts to Property Owners	139,723
Condemnation Disbursements	111,000
Oil Lease Distributions to Property Owners	16,107
Refunds to Inmates	367,421
Property Seizure Refunds and Forfeitures	88,768
Jail Commissary Purchases for Inmates	73,265
Other Distributions	7,633
TOTAL DEDUCTIONS	<u>76,574,725</u>
Net Increase (Decrease) in Fiduciary Net Position	(33,753)
BEGINNING NET POSITION	<u>2,392,840</u>
ENDING NET POSITION	<u><u>\$ 2,359,087</u></u>

See accompanying notes to basic financial statements.

GONZALES COUNTY
NOTES TO BASIC FINANCIAL STATEMENTS
SEPTEMBER 30, 2024

NOTE A -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Gonzales County ("County") is a public corporation and political subdivision of the State of Texas. The County is governed by four elected Commissioners (divided into precincts) and the elected County Judge. The County provides the following services: general government (administration, judicial, legal, elections and financial administration), public safety (corrections, constables, and sheriff), public transportation (roads and bridges), health and conservation.

The financial statements of the County have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles.

1. REPORTING ENTITY

Component Units

Component units are legally separate entities that are, in substance, part of the government's operations; thus, data from these units, would be combined with data of the primary government. The County does not have any component units.

Related Organizations

The County does appoint the board members of the Gonzales County Emergency Services District and the Gonzales County Emergency Fire District. However, the County cannot impose its will on these districts and thus they do not meet the definition of component units. Separate financials can be obtained from the District websites gonzalesesd1ems.org and gonzalesfiredistrict.org.

2. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The **government-wide financial statements** include the statement of net position and the statement of activities. Government-wide statements report information on all of the activities of the County. The effect of interfund transfers has been removed from the government-wide statements but continues to be reflected on the fund statements. Governmental activities are supported mainly by taxes and intergovernmental revenues.

The statement of activities reflects the degree to which the direct expenses of a given function or segments are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included in program revenues are reported as general revenues.

Separate **fund financial statements** are provided for governmental and fiduciary funds. The General Fund, and Road & Bridge Fund meet the criteria as *major funds*.

GONZALES COUNTY
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2024

NOTE A -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

3. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION

The **government-wide financial statements** are reported using the economic resources measurement focus and the accrual basis of accounting. This measurement focus is also used for the fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Revenue types which have been accrued consist of revenue from taxes, intergovernmental revenue and charges for services. Grants are recognized as revenue when all applicable eligibility requirements imposed by the provider are met.

Revenues are classified as *program revenues* and *general revenues*. Program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. General revenues include all taxes, grants not restricted to specific programs, investment earnings, and other miscellaneous revenues.

Governmental fund level financial statements are reported using current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. Measurable and available revenues include revenues expected to be received within 60 days after the fiscal year ends. Receivables which are measurable but not collectible within 60 days after the end of the fiscal period are reported as deferred revenue.

Expenditures generally are recorded when a fund liability is incurred; however, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when the liability has matured and payment is due.

The government reports the following major governmental funds:

General Fund is the general operating fund of the County and is always classified as a major fund. The General Fund is used to account for all financial resources except those required to be accounted for in another fund. Major revenue sources include property and sales taxes. Primary expenditures are for general administration, judicial, and public safety.

Road and Bridge Fund is used to account for property taxes and licenses committed to road and bridge maintenance in the County.

Fiduciary fund level financial statements are used to account resources held for others. The County's custodial funds holds property taxes for other governments, motor vehicle fees for the State and various other settlements.

GONZALES COUNTY
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2024

NOTE A -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

4. CASH AND CASH EQUIVALENTS

Cash and cash equivalents include cash deposits and investments with a maturity date within three (3) months of the date acquired by the County. For the County, this includes investments in local government investment pools that are liquid and maintain a stable net asset value.

5. INVESTMENTS

State statutes authorize the County to invest in (a) obligations of the United States or its agencies and instrumentalities; (b) direct obligations of the State of Texas or its agencies; (c) other obligations, the principal and interest of which are unconditionally guaranteed or insured by the State of Texas or the United States; (d) obligations of states, agencies, counties, cities, and other political subdivisions of any state having been rated as to investment quality by a nationally recognized investment rating firm and having received a rating of not less than A or its equivalent; (e) certificates of deposit by state and national banks domiciled in this state that are (i) guaranteed or insured by the Federal Deposit Insurance Corporation, or its successor; or, (ii) secured by obligations that are described by (a) - (e). Statutes also allow investing in local government investment pools organized and rated in accordance with the Interlocal Cooperation Act, whose assets consist exclusively of the obligations of the United States or its agencies and instrumentalities and repurchase assessments involving those same obligations.

The County reports investments in certificates of deposit at amortized cost. Investments in local government investment pools are reported as net asset value.

6. ACCOUNTS RECEIVABLE/REVENUE RECOGNITION

Property taxes are levied based on taxable value at January 1 prior to September 30 and become due October 1, 2023 and past due after January 31, 2024. Accordingly, receivables and revenues for property taxes are reflected on the government-wide statement based on the full accrual method of accounting.

Accounts receivable from other governments include amounts due from grantors for approved grants for specific programs and reimbursements for services performed by the County. Program grants are recorded as receivables and revenues at the time all eligibility requirements established by the provider have been met.

Reimbursements for services performed are recorded as receivables and revenues when they are earned in the government-wide statements. Included are fines and costs assessed by the court action and billable services for certain contracts. Revenues received in advance of the costs being incurred are recorded as unearned revenue in the fund statements. Receivables are shown net of an allowance for uncollectibles.

GONZALES COUNTY
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2024

NOTE A -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

7. PREPAID ITEMS

Payments made for goods and services in advance are recorded as prepaid items on the balance sheet.

8. SHORT-TERM INTERFUND RECEIVABLES/PAYABLES

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as “due from other funds” or “due to other funds” on the fund statements.

9. CAPITAL ASSETS

Capital assets, which include land, buildings and improvements, equipment, and infrastructure assets, are reported in the applicable governmental or business type activities column in the government-wide financial statements. Capital assets such as equipment are defined as assets with a cost of \$5,000 or more and a useful life in excess of two years. Infrastructure assets include County-owned streets, water system, and sewer system. Capital assets are recorded at historical costs if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. The Costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Interest has not been capitalized during the construction period on property plant and equipment. Capital assets are depreciated using the straight-line method over the following estimated useful lives:

<u>Asset</u>	<u>Estimated Life</u>
Buildings and Improvements	15-40 years
Vehicles and Equipment	5-15 years
Infrastructure	20 Years

10. COMPENSATED ABSENCES

Full-time employees earn sick and vacation leave at varying rates depending on length of service. Unused sick leave is not paid on termination and is not accrued in these financial statements. Vacation leave is paid on termination. In addition, employees earn holiday and comp time that may be accumulated and paid on termination. Accumulated, unused time off is accrued as incurred in the government-wide statements. However, it is recognized on the governmental fund statements when it is due and payable.

GONZALES COUNTY
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2024

NOTE A -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

11. UNAVAILABLE/UNEARNED REVENUE

Property tax revenues are recognized when they become both measurable and available in the fund statements. Available means when due, or past due, and receivable within the current period or expected to be collected soon enough thereafter to be used to pay liabilities of the current period. Property tax revenue not expected to be available for the current period are reflected as unavailable revenue (a deferred inflow of resources). Unearned revenues arise when assets are recognized before revenue recognition criteria have been satisfied.

12. DEFERRED INFLOWS AND OUTFLOWS OF RESOURCES

A deferred outflow of resources is a consumption of net position that is applicable to a future reporting period, while a deferred inflow of resources is an acquisition of net position. These items are presented in separate sections following assets (deferred outflows) or liabilities (deferred inflows) on the statement of net position.

13. LONG-TERM OBLIGATIONS

In the government-wide financial statements, long-term debt (including leases) and other long-term obligations are reported as liabilities under governmental activities or proprietary fund type statement of net position. On new bond issues, bond premiums and discounts are deferred and amortized over the life of the discount. Bond issuance costs are expensed as incurred. In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

14. PENSIONS

The net pension liability, deferred inflows, and outflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Texas County and District Retirement System (TCDRS), and additions to and deductions from TCERS's fiduciary net position have been determined on the same basis as they are reported by TCERS. For this purpose, benefit payments (including refund of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

GONZALES COUNTY
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2024

NOTE A -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

15. NET POSITION

Net position represents the difference between assets and liabilities. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvements of those assets, and adding back unspent proceeds. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the County or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments.

16. FUND BALANCES

In the fund financial statements, governmental funds report the following classifications of fund balance:

Nonspendable - Represents amounts that cannot be spent because they are either not in spendable form (such as inventory or prepaid items) or legally required to remain intact.

Restricted - Represents amounts that are constrained by external parties, constitutional provisions or enabling legislation.

Committed - Represents amounts that can only be used for a specific purpose by a resolution of Commissioners' Court. Committed amounts cannot be used for any other purpose unless Commissioners' Court removes those constraints through the same formal action.

Assigned - Represents amounts which the County intends to use for a specific purpose but do not meet the criteria of restricted or committed. The Commissioners' Court may delegate authority for assignments to other officials in the County.

Unassigned - Represents the residual balance that may be spent on any other purpose of the County.

When an expenditure is incurred for a purpose in which multiple classifications are available, the County considers restricted balances spent first, committed second and assigned third.

The County has established a minimum fund balance policy in the General fund of 18-25% of subsequent year's budgeted expenditures.

17. USE OF ESTIMATES

The preparation of financial statements in conformity with GAAP requires the use of management's estimates.

GONZALES COUNTY
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2024

NOTE A -- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

18. COMPARATIVE DATA/RECLASSIFICATIONS

Comparative data for the prior year (where provided) includes certain reclassifications to conform to the 2024 presentation. These reclassifications had no effect on the changes in fund balance/net position.

NOTE B -- DEPOSITS AND INVESTMENTS

1. Deposits

The County maintains deposits at one institution that provides a combination of pledged collateral and FDIC insurance to completely collateralize the County's deposits, including certificates.

2. Investments

As of September 30, 2024, the County's investments consisted of \$7,952,728 in Texpool, a AAAM rated local government investment pool. The investment is reported in cash and equivalents at \$1 per share, which approximates fair value.

In addition, the County has materially complied with the provisions of the Public Funds Investment Act, by investing in qualified vehicles, adopting an investment policy, naming an investment officer, and attending the required training.

NOTE C -- RECEIVABLES

Receivables for the County as of September 30, 2024 are as follows:

	General Fund
Ad Valorem Taxes	\$ 1,530,326
Allowance for Doubtful Accounts	<u>(153,033)</u>
Total Other Receivables	<u><u>\$ 1,377,293</u></u>

GONZALES COUNTY
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2024

NOTE D -- PROPERTY TAX CALENDAR

The County's property tax is levied and becomes collectible each October 1 based on the assessed values listed as of the prior January 1, which is the date a lien attaches to all taxable property in the County. Assessed values are established by the Gonzales County Appraisal District at 100% of estimated market value. Assessed values are reduced by lawful exemptions to arrive at taxable values. A revaluation of all property is required to be completed every four (4) years. The total taxable value as of January 1, 2023, upon which the fiscal 2024 levy was based, was \$6.1 billion (i.e., market value less exemptions).

The County is permitted by the Constitution of the State of Texas to levy taxes up to \$0.80 per \$100 of taxable assessed valuation for all governmental purposes. Taxes for voter approved debt service are generally unlimited. The combined tax rate to finance general governmental services, including the payment of principal and interest on long-term debt, for the year ended September 30, 2024, was \$0.2420 per \$100 of assessed value. Generally, the County may only increase the maintenance and operations tax levy 3.5% each year without first obtaining voter approval.

NOTE E -- NOTES RECEIVABLE

The County, through the revolving loan fund, has provided loans to local businesses at favorable terms to spur community development. The County has two notes outstanding that require monthly principal and interest payments at 1% and 1.25%. Future payments on these notes are as follows:

Year Ending September 30,	Principal	Interest	Total
2025	\$ 51,494	\$ 1,548	\$ 53,042
2026	27,866	1,270	29,136
2027	28,146	990	29,136
2028	28,428	708	29,136
2029	28,714	422	29,136
2030	26,574	133	26,707
	<u>\$ 191,222</u>	<u>\$ 5,071</u>	<u>\$ 196,293</u>

GONZALES COUNTY
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2024

NOTE F -- CAPITAL ASSETS

Capital asset activity in the governmental funds for the year ended September 30, 2024, was as follows:

	Balance 10/1/2023	Additions	Disposals/ Transfers	Balance 9/30/2024
<i>Governmental Activities</i>				
Land	\$ 47,735	\$ 138,323	\$ -	\$ 186,058
Buildings and Improvements	16,191,084	85,881	-	16,276,965
Vehicles and Equipment	18,756,974	1,773,043	(189,271)	20,340,746
Infrastructure	4,955,060	-	-	4,955,060
Construction in Progress	234,654	419,937	-	654,591
	<u>40,185,507</u>	<u>2,417,184</u>	<u>(189,271)</u>	<u>42,413,420</u>
 Less Accumulated Depreciation				
Buildings and Improvements	(7,760,085)	(384,918)	-	(8,145,003)
Vehicles and Equipment	(10,478,887)	(1,594,737)	189,271	(11,884,353)
Infrastructure	<u>(258,076)</u>	<u>(247,753)</u>	<u>-</u>	<u>(505,829)</u>
	<u>(18,497,048)</u>	<u>(2,227,408)</u>	<u>189,271</u>	<u>(20,535,185)</u>
 Governmental Activities, Net	<u>\$ 21,688,459</u>	<u>\$ 189,776</u>	<u>\$ -</u>	<u>\$ 21,878,235</u>

Land and Construction in Progress are not depreciated.

Depreciation expense was charged to the governmental functions as follows:

Administration	\$ 223,395
Legal	11,665
Judicial	2,100
Finance	5,073
Facilities	232,914
Public Safety	594,140
Conservation	1,235
Public Transportation	<u>1,156,886</u>
Total Depreciation Expense - Governmental Activities	<u>\$ 2,227,408</u>

GONZALES COUNTY
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2024

NOTE G -- LONG-TERM DEBT

Changes in long-term debt were as follows:

	Balance 10/1/2023	Additions	Reductions	Balance 9/30/2024
<i>Governmental Activities:</i>				
Notes Payable	\$ 268,559	\$ -	\$ (174,004)	\$ 94,555
Compensated Absences	333,303	119,037	(133,321)	319,019
Net Pension Liability (asset)	3,311,134	4,519,936	(6,108,875)	1,722,195
Total OPEB Liability	953,688	1,989,052	(36,826)	2,905,914
<i>Total Government</i>	<u>\$ 4,866,684</u>	<u>\$ 6,628,025</u>	<u>\$ (6,453,026)</u>	<u>\$ 5,041,683</u>

The General Fund and Road and Bridge Fund are generally charged with servicing these obligations.

NOTE H -- NOTES PAYABLE

	Balance 10/1/2023	Additions	Reductions	Balance 9/30/2024	Due Within One Year
<i>Governmental Activities:</i>					
Notes Payable	\$ 268,559	\$ -	\$ (174,004)	\$ 94,555	\$ 54,197
<i>Total Government</i>	<u>\$ 268,559</u>	<u>\$ -</u>	<u>\$ (174,004)</u>	<u>\$ 94,555</u>	<u>\$ 54,197</u>

The notes consist of various agreements with equipment manufacturers for heavy machinery for road maintenance. The notes require monthly or quarterly payments. The notes are serviced by the Road and Bridge Fund. Requirements for future debt service are as follows:

Year Ending September 30,	Principal	Interest	Total
2025	\$ 54,197	\$ 1,954	\$ 56,151
2026	40,358	540	40,898
Total	<u>\$ 94,555</u>	<u>\$ 2,494</u>	<u>\$ 97,049</u>

GONZALES COUNTY
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2024

NOTE I -- PENSION PLAN

Plan Description

The County participates as one of 870 plans in the nontraditional, joint contributory, hybrid defined benefit pension plan administered by the Texas County and District Retirement System (TCDRS). TCDRS is an agency created by the state of Texas and administered in accordance with the TCDRS Act as an agent multiple-employer retirement system for County and District employees in the State of Texas. The Board of Trustees of TCDRS is responsible for the administration and management of the system. TCDRS in the aggregate issues an annual comprehensive financial report (ACFR) on a calendar year basis. The ACFR is available upon written request from the TCDRS Board of Trustees at PO Box 2034, Austin, Texas 78768-2034.

The plan provisions are adopted by the governing body of the County, within the options available in the state statutes governing TCDRS. Members can retire at age 60 and above with 8 or more years of service or with 20 years regardless of age or when the sum of their age and years of service equals 75 or more. A member is vested after 8 years but must leave his accumulated contributions in the plan. Members who withdraw their personal contributions in a partial lump sum are entitled to any amounts contributed by the employer.

Benefit amounts are determined by the sum of the employee's contributions to the plan, with interest, and employer-financed monetary credits. The level of these monetary credits is adopted by the governing body of the County within the actuarial constraints imposed by the TCDRS Act so the resulting benefits can be expected to be adequately financed by the employer's commitment to contribute. At retirement, death or disability, the benefit is calculated by converting the sum of the employee's accumulated contributions and the employer-financed monetary credits to a monthly annuity using annuity purchase rates prescribed by the TCDRS Act.

Contributions

The County has elected the annually determined contribution rate plan provisions of the TCDRS Act. The plan is funded by monthly contributions from both employee members and the employer based on the covered payroll of employee members. Under the TCDRS Act, the contribution rate of the County is actuarially determined annually. The actuarially determined rates were 14.57% and 14.45% for the calendar years of 2023 and 2024, respectively. The County chose to contribute more than the required amount.

The contribution rate payable by the employee members is 7% as adopted by the governing body of the District. The employee deposit rate and the employer contribution rate may be changed by the governing body of the employer within the options available in the TCDRS Act. The County has adopted a matching rate of 250% with 110% prior service credits.

GONZALES COUNTY
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2024

NOTE I -- PENSION PLAN (Continued)

Benefits Provided

TCDRS provides retirement, disability, and death benefits. Benefit provisions are adopted by the governing body of the District, within the options available in the state statutes governing TCDRS. At retirement, the benefit is calculated as if the sum of the employee's contributions, with interest, and the County-financed monetary credits with interest were used to purchase an annuity. Members may choose to receive their retirement benefit in one of seven payment options. Members may choose to receive a portion of their benefit as a Partial Lump Sum Distribution in an amount equal to 12, 24, or 36 monthly payments, which cannot exceed 75% of the member's deposits and interest. At the December 31, 2023 valuation and measurement date, the following employees were covered by the benefit terms:

Inactive Employees or Beneficiaries Currently Receiving Benefits	106
Inactive Employees Entitled to but Not Yet Receiving Benefits	121
Active employees	162
	<u>389</u>

Net Pension Liability

The County's net pension liability (NPL) was measured as of December 31, 2023 and the total pension liability (TPL) used to calculate the NPL was determined by an actuarial valuation as of that date.

Actuarial Assumptions

The Total Pension Liability in the December 31, 2023 actuarial valuation was determined using the following actuarial assumptions:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Percentage of Payroll, Closed
Remaining Amortization Period	9.9 Years
Asset Valuation Method	5 Year Smoothed Market
Inflation	2.50%
Salary Increases	Varies by age and service. 4.7% average including inflation
Investment Rate of Return	7.60% gross (7.50% net of expenses)
Retirement Age	Members who are eligible for service retirement are assumed to commence receiving benefit payments based on age. The average age at service retirement for recent retirees is 61.
Mortality	135% of the Pub-2010 General Retirees Table for males and 120% of the Pub-2010 General Retirees Table for females, both projected with 100% of the MP-2021 Ultimate scale after 2010.

GONZALES COUNTY
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2024

NOTE I -- PENSION PLAN (Continued)

The long-term expected rate of return on pension plan investments is 7.5%. The pension plan's policy in regard to the allocation of invested assets is established and may be amended by the TCDRS Board of Trustees. Plan assets are managed on a total return basis with an emphasis on both capital appreciation as well as the production of income, in order to satisfy the short-term and long-term funding needs of TCDRS.

The long-term expected rate of return on TCDRS assets is determined by adding expected inflation to expected long-term real returns, and reflecting expected volatility and correlation. The capital market assumptions and information shown below are provided by TCDRS' investment consultant, Cliffwater LLC. The numbers shown are based on January 2023 information for a 10-year time horizon. Note that the valuation assumption for long-term expected return is re-assessed at a minimum of every four years, and is set based on a long-term time horizon; the most recent analysis was performed in March 2021. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Geometric Real Rate of Return
U.S. Equities	11.5%	4.75%
Global Equity	2.5%	4.75%
International Developed Markets	5.0%	4.75%
International Emerging Markets	6.0%	4.75%
Investment Grade Bonds	3.0%	2.35%
Strategic Credit	9.0%	3.65%
Direct Lending	16.0%	7.25%
Distressed Debt	4.0%	6.90%
REIT Equities	2.0%	4.10%
Master Limited Partnerships (MLPs)	2.0%	5.20%
Private Real Estate Partnerships	6.0%	5.70%
Private Equity	25.0%	7.75%
Hedge Funds	6.0%	3.25%
Cash Equivalents	2.0%	0.60%
	<u>100%</u>	

The discount rate used to measure the Total Pension Liability (or asset) was 7.60%. The projection of cash flows used to determine the discount rate assumed that employee and employer contributions will be made at the rates specified in statute. Based on that assumption, the pension plan's Fiduciary Net Position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the Total Pension Liability (or asset).

GONZALES COUNTY
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2024

NOTE I -- PENSION PLAN (Continued)

The following presents the net pension liability of the District, calculated using the discount rate of 7.6%, as well as what the District's net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	Discount Rate 6.60%	Discount Rate 7.60%	Discount Rate 8.60%
Net Pension Liability (Asset)	\$ 7,169,256	\$ 1,722,195	\$ (2,840,608)

Changes in the Net Pension Liability

The below schedule presents the changes in the Net Pension Liability as of December 31, 2023:

	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
Balance at December 31, 2022	\$ 38,168,479	\$ 34,857,345	\$ 3,311,134
Changes for the year:			
Service Cost	1,381,460	-	1,381,460
Interest	2,946,312	-	2,946,312
Change of Benefit Terms	-	-	-
Difference Between Expected and Actual Experience	171,616	-	171,616
Changes of Assumptions	-	-	-
Refund of Contributions	(142,960)	(142,960)	-
Benefit Payments	(1,451,592)	(1,451,592)	-
Administrative Expense	-	(20,548)	20,548
Contributions - Employee	-	631,874	(631,874)
Net Investment Income	-	3,837,109	(3,837,109)
Contributions - Employer	-	1,594,290	(1,594,290)
Other Changes	-	45,602	(45,602)
Net Changes	2,904,836	4,493,775	(1,588,939)
Balance at December 31, 2023	<u>\$ 41,073,315</u>	<u>\$ 39,351,120</u>	<u>\$ 1,722,195</u>

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's Fiduciary Net Position is available in a separately-issued TCDRS financial report. That report may be obtained on the internet at www.TCDRS.com.

GONZALES COUNTY
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2024

NOTE I -- PENSION PLAN (Continued)

Pension Expense and Deferred Outflows/Inflows of Resources Related to Pensions

For the year ended September 30, 2024, the County recognized pension expense of \$983,297. Also as of September 30, 2024, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between Expected and Actual Economic Experience	\$ 128,712	\$ 16,562
Changes in Actuarial Assumptions	1,556	-
Differences Between Projected and Actual Investment Earnings	237,984	-
Contributions Subsequent to the Measurement Date	1,118,598	-
	<u>\$ 1,486,850</u>	<u>\$ 16,562</u>

Deferred outflows of resources in the amount of \$1,118,598 are related to contributions made subsequent to the measurement date, and will be recognized as a reduction of the net pension liability for the plan year ending December 31, 2024. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

For the Plan Year ended December 31,		
2024	\$	(171,890)
2025		(48,308)
2026		804,578
2027		(232,690)
2028		-
Thereafter		-
	<u>\$</u>	<u>351,690</u>

NOTE J -- OTHER POST-EMPLOYMENT BENEFIT

Eligible retirees of the County may participate in the health insurance plan of the County at the County's cost. Eligible employees are those that attain age 58 with 20 years of service. Retired elected officials with 12 years of service and age 58 are also eligible. Once age 65 is attained, the benefit converts to a \$300 per month subsidy towards medicare premiums. In previous years, the benefit stopped at age 65. Dependents are not allowed on the plan.

GONZALES COUNTY
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2024

NOTE J -- OTHER POST-EMPLOYMENT BENEFIT (Continued)

Membership in the plan at December 31, 2023, the valuation and measurement date, consisted of:

Inactive Employees or Beneficiaries Currently Receiving Benefits	23
Inactive Employees Entitled to but Not Yet Receiving Benefits	0
Active employees	147
	<u>170</u>

The County does not maintain a separate trust for this plan and is not accumulating assets to service the other post-employment benefit. Projections of health benefits are based on the plan as understood by the County and include the types of benefits in force at the valuation date and the pattern of employees attaining eligibility. Actuarial calculations reflect a long-term perspective and employ methods and assumptions that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets. Significant methods and assumptions were as follows:

Actuarial Cost Method	Individual Entry-Age Normal
Inflation	2.50%
Salary Increases	0.40% to 5.25% not including inflation of 3.00%
Discount Rate	3.77%
Demographic Assumptions	Based on the experience study covering the four-year period ending December 31, 2020 as conducted for the Texas County and District Retirement System (TCDRS). For the OPEB valuation, the standard TCERS retirement rates were adjusted to reflect the impact of the County's retiree medical plan design.
Mortality Rates	For healthy retirees, the Pub-2010 General Retirees Tables for males and females are used with male rates multiplied by 135% and female rates multiplied by 120%. Those rates are projected on a fully generational basis based on 100% of the ultimate rates of mortality improvement scale MP-2021.
Health Care Trend Rates	Initial rate of 7% declining to 4.25% after 15 years.
Participation Rates	Assumed 100% of retirees eligible for the County subsidy would choose to receive retiree health care benefits through the County, and 95% of eligible retirees would choose to receive the \$300 monthly subsidy

GONZALES COUNTY
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2024

NOTE J -- OTHER POSTEMPLOYMENT BENEFIT (Continued)

The TOL of the County's retiree insurance benefit is calculated using a discount rate of 3.77% and a health care cost trend rate of 7.2%, declining to 4.25% after 15 years. The following tables present the sensitivity of the TOL to a 1% swing in the discount rate and health care cost trend rate:

	<u>1% Decrease</u>	<u>Healthcare Trend Rate</u>	<u>1% Increase</u>
Total OPEB Liability	\$ 2,760,736	\$ 2,905,914	\$ 3,079,054

	<u>1% Decrease</u>	<u>Discount Rate 3.77%</u>	<u>1% Increase</u>
Total OPEB Liability	\$ 3,268,196	\$ 2,905,914	\$ 2,596,264

The County's Total OPEB Liability (TOL) is based on the above actuarial factors and an actuarial valuation date of December 31, 2023. The TOL was calculated as follows:

	<u>Total OPEB Liability</u>
Balance at December 31, 2022	<u>\$ 953,688</u>
Changes for the year:	
Service Cost	60,115
Interest	39,457
Change of Benefit Terms	1,684,121
Difference Between Expected and Actual Experience	(17,822)
Changes in Assumptions or Other Inputs	205,359
Benefit Payments	<u>(19,004)</u>
Net Changes	<u>1,952,226</u>
Balance at December 31, 2023	<u><u>\$ 2,905,914</u></u>

There is no separate trust maintained to fund this TOL. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement No. 75 to pay related benefits.

GONZALES COUNTY
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2024

NOTE J -- OTHER POSTEMPLOYMENT BENEFIT (Continued)

For the year ended September 30, 2024, the County recognized OPEB expense of \$1,789,569. In addition, the following deferred inflows and outflows were reported as of September 30, 2024 related to the benefit:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in Actuarial Assumptions	\$ 289,787	\$ 176,078
Changes in Experience	1,286	125,475
Contributions Subsequent to the Measurement Date	78,853	-
	<u>\$ 369,926</u>	<u>\$ 301,553</u>

Deferred outflows of resources in the amount of \$78,853 are related to contributions made subsequent to the measurement date, and will be recognized as a reduction of the total OPEB liability for the plan year ended December 31, 2024. Other amounts reported as deferred outflows and inflows of resources related to OPEB will be recognized in OPEB expense as follows:

For the Plan Year ended December 31,		
2024	\$	5,876
2025		5,876
2026		4,285
2027		4,191
2028		6,592
Thereafter		(37,300)
	<u>\$</u>	<u>(10,480)</u>

NOTE K – TAX ABATEMENTS

The County provides tax abatements to incentivize development and provide economic growth in the County. As of September 30, 2024, the County had one such agreement. In exchange for improvements in the County of at least \$30 million and a 50% preference to local manufacturers/suppliers, the County will rebate 75% of the incremental property tax revenue generated by the project for a term of 15 years (through November 2032). The project is expected to be conducted in three phases and each phase will receive the rebate for 10 years. During the year ended September 30, 2024, the County rebated \$168,963 in property taxes.

GONZALES COUNTY
NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)
SEPTEMBER 30, 2024

NOTE L -- RISK MANAGEMENT

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; business interruption; errors and omissions; injuries to employees; employee health benefits; and other claims of various natures. The County contracts with the Texas Association of Counties Risk Management Pool ("Pool") to provide insurance coverage for liability, property and casualty, auto liability and workers compensation. The Pool is a multi-employer group that provides for a combination of risk sharing among pool participants and stop loss coverage. Contributions are set annually by the provider. Liability by the County is generally limited to the contributed amounts for losses up to coverage limits.

NOTE M -- LITIGATION

The County is the subject of various claims and litigation that have arisen in the course of its operations. Management is of the opinion that the County's liability in these cases, if decided adversely to the County, will not have a material effect on the County's financial position.

NOTE N -- COMMITMENT

The County has entered into an architectural contract for the renovations to the annex and courthouse. The total is expected to be \$876 thousand. As of September 30, 2024, \$21 thousand had been incurred, leaving an estimated commitment of \$856 thousand.

NOTE O -- SUBSEQUENT EVENT

In 2025, the County has begun the process of issuing debt to fund the renovations and construction of the courthouse and annex. The County expects to issue \$12 million in notes in May 2025.

REQUIRED SUPPLEMENTARY INFORMATION

Required supplementary information includes financial information and disclosures that are required by the GASB but are not considered a part of the basic financial statements. Such information includes:

- Budgetary Comparison Schedule – General Fund
- Budgetary Comparison Schedule – Road and Bridge Fund
- Schedule of Changes - Net Pension Liability and Related Ratios
- Schedule of Contributions – Defined Benefit Pension Plan
- Schedule of Changes – Total Other Post-Employment Benefit Liability and Related Ratios

GONZALES COUNTY
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE-
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2024

	Budget Amounts		Actual	
	Original	Final	Amounts	Variance
REVENUES				
Ad Valorem Taxes	\$ 9,577,388	\$ 9,577,388	\$ 10,551,343	\$ 973,955
Sales Taxes	2,537,166	2,537,166	3,076,073	538,907
Fines and Forfeitures	763,333	763,333	828,356	65,023
Charges for Services	639,646	639,646	689,361	49,715
Licenses, Permits, and Fees	103,864	103,864	143,783	39,919
Interest Income	390,000	390,000	569,132	179,132
Misc Income	85,389	85,389	299,308	213,919
Grants and Donations	88,190	221,771	154,559	(67,212)
TOTAL REVENUES	<u>14,184,976</u>	<u>14,318,557</u>	<u>16,311,915</u>	<u>1,993,358</u>
EXPENDITURES				
<i>Current:</i>				
Administration				
County Judge	317,038	317,038	303,658	13,380
County Clerk	691,407	691,407	634,856	56,551
Veteran's Service	48,819	48,819	29,088	19,731
Nondepartmental	1,618,800	1,601,295	1,446,874	154,421
Elections	306,990	313,503	265,352	48,151
Human Resources	-	39,457	35,959	3,498
District Clerk	445,006	445,006	431,250	13,756
Legal - County Attorney	795,736	807,471	795,905	11,566
Judicial				
County Court	209,778	209,778	165,873	43,905
District Court	297,725	343,624	324,133	19,491
Justices of the Peace	951,215	951,215	892,976	58,239
Finance				
County Auditor	465,742	465,742	455,829	9,913
County Treasurer	112,522	112,522	107,604	4,918
Tax Assessor	710,309	710,309	685,831	24,478
Facilities - Courthouse	764,207	1,095,337	1,095,252	85
Public Safety				
Jail	3,294,613	3,304,849	2,905,425	399,424
Constables	658,774	689,371	638,683	50,688
DPS	107,922	107,922	102,443	5,479
County Sheriff	4,281,802	4,409,317	3,937,417	471,900
Code Enforcement	282,333	290,174	287,144	3,030
Health - Indigent Services	5,000	5,000	3,200	1,800
Conservation	193,433	196,061	191,332	4,729
Capital Outlay	739,500	758,052	701,751	56,301
TOTAL EXPENDITURES	<u>17,298,671</u>	<u>17,913,269</u>	<u>16,437,835</u>	<u>1,475,434</u>
NET CHANGE IN FUND BALANCE	(3,113,695)	(3,594,712)	(125,920)	3,468,792
BEGINNING FUND BALANCE	<u>9,668,092</u>	<u>9,668,092</u>	<u>9,668,092</u>	<u>-</u>
ENDING FUND BALANCE	<u>\$ 6,554,397</u>	<u>\$ 6,073,380</u>	<u>\$ 9,542,172</u>	<u>\$ 3,468,792</u>

GONZALES COUNTY
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE-
BUDGET AND ACTUAL – ROAD AND BRIDGE FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2024

	Budget Amounts		Actual	
	Original	Final	Amounts	Variance
REVENUES				
Ad Valorem Taxes	\$ 3,868,126	\$ 3,868,126	\$ 4,168,252	\$ 300,126
Licenses, Permits, and Fees	835,316	835,316	787,456	(47,860)
Interest Income	310,000	310,000	481,320	171,320
Misc Income	184,376	184,376	176,030	(8,346)
TOTAL REVENUES	<u>5,197,818</u>	<u>5,197,818</u>	<u>5,613,058</u>	<u>415,240</u>
EXPENDITURES				
<i>Current:</i>				
Public Transportation				
Precinct 1	1,518,157	1,519,924	1,197,978	321,946
Precinct 2	1,686,051	1,670,808	1,487,771	183,037
Precinct 3	1,360,904	1,441,518	1,222,320	219,198
Precinct 4	1,298,729	1,240,568	977,605	262,963
<i>Capital Outlay:</i>				
Precinct 1	242,000	240,233	235,967	4,266
Precinct 2	283,272	391,622	391,006	616
Precinct 3	125,500	105,386	100,260	5,126
Precinct 4	175,000	245,072	244,158	914
<i>Debt Service:</i>				
Principal	174,248	174,248	174,004	244
Interest	6,376	6,376	6,374	2
TOTAL EXPENDITURES	<u>6,870,237</u>	<u>7,035,755</u>	<u>6,037,443</u>	<u>998,312</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,672,419)	(1,837,937)	(424,385)	1,413,552
OTHER FINANCING SOURCES (OFS)				
Proceeds from Sale of Capital Assets	435	51,935	52,306	371
TOTAL OFS	<u>435</u>	<u>51,935</u>	<u>52,306</u>	<u>371</u>
NET CHANGE IN FUND BALANCE	(1,671,984)	(1,786,002)	(372,079)	1,413,923
BEGINNING FUND BALANCE	10,156,303	10,156,303	10,156,303	-
ENDING FUND BALANCE	<u>\$ 8,484,319</u>	<u>\$ 8,370,301</u>	<u>\$ 9,784,224</u>	<u>\$ 1,413,923</u>

GONZALES COUNTY
NOTES TO SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE-
BUDGET AND ACTUAL
SEPTEMBER 30, 2024

Budgetary Information – The budget is prepared in accordance with accounting principles generally accepted in the United States of America. The County maintains strict budgetary controls. The objective of these controls is to ensure compliance with legal provision embodied in the annual appropriated budget approved by Commissioners' Court and as such is a good management control device. The following are the funds which have legally adopted annual budgets: General Fund and Road and Bridge Fund.

Budgetary preparation and control is exercised at the department level. Actual expenditures may not legally exceed appropriations at the fund level.

The County does not use encumbrances.



GONZALES COUNTY
SCHEDULE OF CHANGES - NET PENSION LIABILITY AND RELATED RATIOS
LAST TEN PLAN (CALENDAR) YEARS

Total Pension Liability			
	2014	2015	2016
Service Cost	\$ 743,601	\$ 857,720	\$ 976,508
Interest (on the Total Pension Liability)	1,294,712	1,401,918	1,507,148
Changes of Benefit Terms	-	(138,275)	-
Change of Assumptions	-	188,450	-
Difference between Expected and Actual Experience	(80,324)	(272,441)	76,858
Benefit Payments, Including Refunds of Employee Contributions	(693,130)	(737,771)	(807,317)
Net Change in Total Pension Liability	1,264,859	1,299,601	1,753,197
Total Pension Liability - Beginning	15,959,360	17,224,219	18,523,820
Total Pension Liability - Ending	<u>\$ 17,224,219</u>	<u>\$ 18,523,820</u>	<u>\$ 20,277,017</u>
Plan Fiduciary Net Position			
	2014	2015	2016
Contributions - Employer	\$ 968,268	\$ 961,758	\$ 1,028,452
Contributions - Employee	413,741	458,249	490,058
Net Investment Income	912,845	(73,671)	1,152,169
Benefit Payments, Including Refunds of Employee Contributions	(693,130)	(737,771)	(807,317)
Administrative Expense	(10,918)	(10,993)	(12,548)
Other	(76,139)	36,147	97,321
Net Change	1,514,667	633,719	1,948,135
Beginning Plan Fiduciary Net Postion	13,386,669	14,901,336	15,535,055
Ending Plan Fiduciary Net Postion	<u>\$ 14,901,336</u>	<u>\$ 15,535,055</u>	<u>\$ 17,483,190</u>
Net Pension Liability (Asset) - Ending	\$ 2,322,883	\$ 2,988,765	\$ 2,793,827
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	86.51%	83.87%	86.22%
Covered Payroll	\$ 5,910,589	\$ 6,546,416	\$ 7,000,833
Net Pension Liability as a Percentage of Covered Payroll	39.30%	45.65%	39.91%

Total Pension Liability						
2017	2018	2019	2020	2021	2022	2023
\$ 990,850	\$ 1,129,030	\$ 1,265,880	\$ 1,320,784	\$ 1,377,530	\$ 1,346,132	\$ 1,381,460
1,682,545	1,973,009	2,387,337	2,572,099	2,573,955	2,752,787	2,946,312
1,690,735	2,969,418	(94,940)	(2,527,916)	-	-	-
76,452	-	-	1,897,866	6,227	-	-
65,142	84,408	(62,566)	160,827	(62,377)	(1,935)	171,616
(1,011,109)	(1,106,606)	(1,251,318)	(1,288,615)	(1,446,540)	(1,577,629)	(1,594,552)
3,494,615	5,049,259	2,244,393	2,135,045	2,448,795	2,519,355	2,904,836
20,277,017	23,771,632	28,820,891	31,065,284	33,200,329	35,649,124	38,168,479
<u>\$ 23,771,632</u>	<u>\$ 28,820,891</u>	<u>\$ 31,065,284</u>	<u>\$ 33,200,329</u>	<u>\$ 35,649,124</u>	<u>\$ 38,168,479</u>	<u>\$ 41,073,315</u>
Plan Fiduciary Net Position						
2017	2018	2019	2020	2021	2022	2023
\$ 1,486,847	\$ 1,619,911	\$ 1,304,437	\$ 1,493,545	\$ 1,417,342	\$ 1,500,952	\$ 1,594,290
517,897	533,652	549,252	587,806	576,334	591,039	631,874
2,567,918	(380,351)	3,567,296	2,677,267	6,515,035	(2,180,068)	3,837,109
(1,011,109)	(1,106,606)	(1,251,318)	(1,288,617)	(1,446,540)	(1,577,629)	(1,594,552)
(13,995)	(17,451)	(19,737)	(21,494)	(19,715)	(20,427)	(20,548)
13,184	33,307	23,704	26,027	23,590	102,870	45,602
3,560,742	682,462	4,173,634	3,474,534	7,066,046	(1,583,263)	4,493,775
17,483,190	21,043,932	21,726,394	25,900,028	29,374,562	36,440,608	34,857,345
<u>\$ 21,043,932</u>	<u>\$ 21,726,394</u>	<u>\$ 25,900,028</u>	<u>\$ 29,374,562</u>	<u>\$ 36,440,608</u>	<u>\$ 34,857,345</u>	<u>\$ 39,351,120</u>
\$ 2,727,700	\$ 7,094,497	\$ 5,165,256	\$ 3,825,767	\$ (791,484)	\$ 3,311,134	\$ 1,722,195
88.53%	75.38%	83.37%	88.48%	102.22%	91.32%	95.81%
\$ 7,398,525	\$ 7,623,603	\$ 7,846,463	\$ 8,397,228	\$ 8,233,350	\$ 8,443,409	\$ 9,026,772
36.87%	93.06%	65.83%	45.56%	-9.61%	39.22%	19.08%



GONZALES COUNTY
SCHEDULE OF COUNTY CONTRIBUTIONS – PENSION PLAN
LAST TEN YEARS

Fiscal Year Ending September 30,	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Deficiency (Excess)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2024	\$ 1,414,392	\$ 1,712,430	\$ (298,038)	\$ 9,765,149	17.5%
2023	1,314,179	1,573,983	(259,804)	8,899,848	17.7%
2022	1,272,732	1,427,580	(154,848)	8,297,337	17.2%
2021	1,300,024	1,450,024	(150,000)	8,125,156	17.8%
2020	1,262,920	1,269,518	(6,598)	8,016,470	15.8%
2019*	1,204,437	1,304,437	(100,000)	7,846,463	16.6%
2018*	1,109,234	1,619,911	(510,677)	8,623,603	18.8%
2017*	845,651	1,486,847	(641,196)	7,398,525	20.1%
2016*	830,999	1,028,452	(197,453)	7,000,833	14.7%
2015*	840,560	961,758	(121,198)	6,546,416	14.7%

*These years are reported on a calendar year basis

Notes to Schedule of Contributions

Changes in Benefit Terms:

2017: New annuity purchase rates for benefits earned after 2017.

2018: Current service matching rate was increased to 235% and a flat 2% COLA.

2019: Current service matching rate was increased to 250% and a flat 2% COLA.

Changes in Assumptions:

2015: New inflation, mortality and other assumptions

2017: New mortality assumptions

2019: New inflation, mortality and other assumptions were reflected

2022: New investment return and inflation assumptions were reflected

GONZALES COUNTY
SCHEDULE OF CHANGES – TOTAL OTHER POST-EMPLOYMENT BENEFIT LIABILITY AND
RELATED RATIOS
RETIREE INSURANCE
LAST SEVEN CALENDAR (PLAN) YEARS

	Total OPEB Liability		
	2017	2018	2019
Service Cost	\$ 65,297	\$ 73,199	\$ 75,259
Interest	33,606	30,883	34,898
Changes of Benefit Terms	-	-	-
Difference between Expected and Actual Experience	-	(4,436)	(108,782)
Changes in Assumptions or Other Inputs	31,349	(27,275)	86,640
Benefit Payments	(92,944)	(73,483)	(58,100)
Net Change in Total Pension Liability	37,308	(1,112)	29,915
Total OPEB Liability - Beginning	895,870	933,178	932,066
Total OPEB Liability - Ending	<u>\$ 933,178</u>	<u>\$ 932,066</u>	<u>\$ 961,981</u>
 Covered-Employee Payroll	 \$ 6,921,726	 \$ 6,343,791	 \$ 7,039,189
 Total OPEB Liability as a Percentage of Covered-Employee Payroll	 13.48%	 14.69%	 13.67%
 Discount Rate	 3.31%	 3.71%	 2.75%

Changes in Benefit Terms: None

2023: Changes to OPEB eligibilities and adding a \$300 subsidy at age 65.

Changes in Assumptions:

2021: Discount rate changed, attribution for service period changed to Gonzales County only

Attribution for service period changed to Gonzales County only

Updates to demographic and salary increase assumptions

2019: Healthcare trend rate modified for repeal of the "Cadillac Tax"

2018: Healthcare trend rate modified

Trust:

No assets are accumulated in a trust that meets the criteria
in paragraph 4 of Statement No. 75 to pay related benefits.

Information for this schedule is being accumulated prospectively until a rolling ten year period is available.

Total OPEB Liability			
2020	2021	2022	2023
\$ 79,492	\$ 80,492	\$ 79,036	\$ 60,115
26,982	22,005	20,669	39,457
-	-	-	1,684,121
(5,441)	(74,988)	1,636	(17,822)
62,181	40,505	(211,269)	205,359
(41,096)	(48,179)	(40,318)	(19,004)
122,118	19,835	(150,246)	1,952,226
961,981	1,084,099	1,103,934	953,688
<u>\$ 1,084,099</u>	<u>\$ 1,103,934</u>	<u>\$ 953,688</u>	<u>\$ 2,905,914</u>
\$ 8,200,137	\$ 7,482,981	\$ 7,408,820	\$ 8,715,786
13.22%	14.75%	12.87%	33.34%
2.00%	1.84%	4.05%	3.77%



SUPPLEMENTARY INFORMATION

Supplementary information includes financial statements and schedules not required by the GASB, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

Such statements and schedule include:

- Combining Statements – Nonmajor Funds
- Comparative Statements – General Fund
- Comparative Statements – Road and Bridge Fund

GONZALES COUNTY
COMBINING BALANCE SHEET – NONMAJOR FUNDS
SEPTEMBER 30, 2024

	Special Revenue			
	Senate Bill 22 Grants	Probate	Law Library	Election Fund
ASSETS				
Cash and Cash Equivalents	\$ 193,879	\$ 1,359	\$ 134,125	\$ 17,979
Notes Receivable	-	-	-	-
TOTAL ASSETS	<u>\$ 193,879</u>	<u>\$ 1,359</u>	<u>\$ 134,125</u>	<u>\$ 17,979</u>
LIABILITIES AND FUND BALANCES				
<i>Liabilities:</i>				
Accounts Payable	\$ 68,118	\$ -	\$ -	\$ -
Unearned Grant Revenue	125,761	-	-	-
<i>Total Liabilities</i>	<u>193,879</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund Balances:</i>				
Nonspendable:				
Notes Receivable	-	-	-	-
Restricted for:				
Elections	-	-	-	17,979
Legal	-	-	134,125	-
Judicial	-	1,359	-	-
Public Safety	-	-	-	-
Records Management	-	-	-	-
Sheriff	-	-	-	-
Community Development	-	-	-	-
Other Purposes	-	-	-	-
<i>Total Fund Balances</i>	<u>-</u>	<u>1,359</u>	<u>134,125</u>	<u>17,979</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 193,879</u>	<u>\$ 1,359</u>	<u>\$ 134,125</u>	<u>\$ 17,979</u>

Special Revenue					
Attorney Hot Check	County Clerk Records	District Clerk Records	Mediation	Records Management	Digital Records
\$ 125	\$ 224,378	\$ 21,383	\$ 50	\$ 8,810	\$ 7,563
-	-	-	-	-	-
<u>\$ 125</u>	<u>\$ 224,378</u>	<u>\$ 21,383</u>	<u>\$ 50</u>	<u>\$ 8,810</u>	<u>\$ 7,563</u>
\$ -	\$ 2,500	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	2,500	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
125	-	-	-	-	-
-	-	-	50	-	-
-	-	-	-	-	-
-	221,878	21,383	-	8,810	7,563
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>125</u>	<u>221,878</u>	<u>21,383</u>	<u>50</u>	<u>8,810</u>	<u>7,563</u>
<u>\$ 125</u>	<u>\$ 224,378</u>	<u>\$ 21,383</u>	<u>\$ 50</u>	<u>\$ 8,810</u>	<u>\$ 7,563</u>

GONZALES COUNTY
COMBINING BALANCE SHEET – NONMAJOR FUNDS (CONTINUED)
SEPTEMBER 30, 2024

	Special Revenue			
	Chapter 19	Child Abuse	HAVA	Parks and Wildlife
ASSETS				
Cash and Cash Equivalents	\$ 6	\$ -	\$ 18,483	\$ 229
Notes Receivable	-	-	-	-
TOTAL ASSETS	<u>\$ 6</u>	<u>\$ -</u>	<u>\$ 18,483</u>	<u>\$ 229</u>
LIABILITIES AND FUND BALANCES				
<i>Liabilities:</i>				
Accounts Payable	\$ -	\$ -	\$ 144	\$ -
Unearned Grant Revenue	-	-	-	-
<i>Total Liabilities</i>	<u>-</u>	<u>-</u>	<u>144</u>	<u>-</u>
<i>Fund Balances:</i>				
Nonspendable:				
Notes Receivable	-	-	-	-
Restricted for:				
Elections	6	-	18,339	-
Legal	-	-	-	-
Judicial	-	-	-	-
Public Safety	-	-	-	-
Records Management	-	-	-	-
Sheriff	-	-	-	-
Community Development	-	-	-	-
Other Purposes	-	-	-	229
<i>Total Fund Balances</i>	<u>6</u>	<u>-</u>	<u>18,339</u>	<u>229</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 6</u>	<u>\$ -</u>	<u>\$ 18,483</u>	<u>\$ 229</u>

Special Revenue					
Supplemental Guardianship Fee	Vital Statistics	Judge's Supplement	Courthouse Security	Justice Building Security	Specialty Court
\$ 27,030	\$ 21,357	\$ 6,976	\$ 18,158	\$ 18,923	\$ -
-	-	-	-	-	-
<u>\$ 27,030</u>	<u>\$ 21,357</u>	<u>\$ 6,976</u>	<u>\$ 18,158</u>	<u>\$ 18,923</u>	<u>\$ -</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
27,030	-	-	18,158	18,923	-
-	-	-	-	-	-
-	21,357	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	6,976	-	-	-
<u>27,030</u>	<u>21,357</u>	<u>6,976</u>	<u>18,158</u>	<u>18,923</u>	<u>-</u>
<u>\$ 27,030</u>	<u>\$ 21,357</u>	<u>\$ 6,976</u>	<u>\$ 18,158</u>	<u>\$ 18,923</u>	<u>\$ -</u>

GONZALES COUNTY
COMBINING BALANCE SHEET – NONMAJOR FUNDS (CONTINUED)
SEPTEMBER 30, 2024

	Special Revenue			
	County Records Management	Language Access	Court Reporter	Justice Court Technology
ASSETS				
Cash and Cash Equivalents	\$ 46,196	\$ 2,466	\$ 16,134	\$ 41,748
Notes Receivable	-	-	-	-
TOTAL ASSETS	<u>\$ 46,196</u>	<u>\$ 2,466</u>	<u>\$ 16,134</u>	<u>\$ 41,748</u>
LIABILITIES AND FUND BALANCES				
<i>Liabilities:</i>				
Accounts Payable	\$ -	\$ -	\$ 150	\$ 335
Unearned Grant Revenue	-	-	-	-
<i>Total Liabilities</i>	<u>-</u>	<u>-</u>	<u>150</u>	<u>335</u>
<i>Fund Balances:</i>				
Nonspendable:				
Notes Receivable	-	-	-	-
Restricted for:				
Elections	-	-	-	-
Legal	-	-	-	-
Judicial	-	2,466	15,984	41,413
Public Safety	-	-	-	-
Records Management	46,196	-	-	-
Sheriff	-	-	-	-
Community Development	-	-	-	-
Other Purposes	-	-	-	-
<i>Total Fund Balances</i>	<u>46,196</u>	<u>2,466</u>	<u>15,984</u>	<u>41,413</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 46,196</u>	<u>\$ 2,466</u>	<u>\$ 16,134</u>	<u>\$ 41,748</u>

Special Revenues					
Court Technology	Appelant Judicial	Sheriff Revenues	SCAAP Grant	Indigent Health	Attorney Forfeiture
\$ 9,111	\$ 1,743	\$ 61,583	\$ 43,806	\$ -	\$ 34,563
-	-	-	-	-	-
<u>\$ 9,111</u>	<u>\$ 1,743</u>	<u>\$ 61,583</u>	<u>\$ 43,806</u>	<u>\$ -</u>	<u>\$ 34,563</u>
\$ -	\$ -	\$ -	\$ 1,141	\$ -	\$ -
-	-	-	-	-	-
-	-	-	1,141	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	34,563
9,111	1,743	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	61,583	-	-	-
-	-	-	-	-	-
-	-	-	42,665	-	-
<u>9,111</u>	<u>1,743</u>	<u>61,583</u>	<u>42,665</u>	<u>-</u>	<u>34,563</u>
<u>\$ 9,111</u>	<u>\$ 1,743</u>	<u>\$ 61,583</u>	<u>\$ 43,806</u>	<u>\$ -</u>	<u>\$ 34,563</u>

GONZALES COUNTY
COMBINING BALANCE SHEET – NONMAJOR FUNDS (CONTINUED)
SEPTEMBER 30, 2024

	Special Revenue			
		Law		
	Revolving	Enforcement	Jury	Constable 3
	Loan	Training	Fund	Forfeiture
ASSETS				
Cash and Cash Equivalents	\$ 513,437	\$ 28,252	\$ 8,269	\$ 2,990
Notes Receivable	191,222	-	-	-
TOTAL ASSETS	\$ 704,659	\$ 28,252	\$ 8,269	\$ 2,990
LIABILITIES AND FUND BALANCES				
<i>Liabilities:</i>				
Accounts Payable	\$ 2,400	\$ -	\$ -	\$ -
Unearned Grant Revenue	-	-	-	-
<i>Total Liabilities</i>	<u>2,400</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund Balances:</i>				
Nonspendable:				
Notes Receivable	191,222	-	-	-
Restricted for:				
Elections	-	-	-	-
Legal	-	-	-	-
Judicial	-	-	-	-
Public Safety	-	28,252	8,269	2,990
Records Management	-	-	-	-
Sheriff	-	-	-	-
Community Development	511,037	-	-	-
Other Purposes	-	-	-	-
<i>Total Fund Balances</i>	<u>702,259</u>	<u>28,252</u>	<u>8,269</u>	<u>2,990</u>
TOTAL LIABILITIES AND FUND BALANCES	\$ 704,659	\$ 28,252	\$ 8,269	\$ 2,990

<u>Special Revenue</u>	<u>Capital</u>	
Clerk of the Court	CDBG Grant	Total Nonmajor Funds
\$ 43,556	\$ -	\$ 1,574,667
-	-	191,222
<u>\$ 43,556</u>	<u>\$ -</u>	<u>\$ 1,765,889</u>
\$ -	\$ -	\$ 74,788
-	-	125,761
<u>-</u>	<u>-</u>	<u>200,549</u>
-	-	191,222
-	-	36,324
-	-	168,813
43,556	-	179,793
-	-	39,511
-	-	327,187
-	-	61,583
-	-	511,037
-	-	49,870
<u>43,556</u>	<u>-</u>	<u>1,565,340</u>
<u>\$ 43,556</u>	<u>\$ -</u>	<u>\$ 1,765,889</u>

GONZALES COUNTY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE – NONMAJOR FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2024

	Special Revenue			
	Senate Bill 22 Grants	Probate	Law Library	Election Fund
REVENUES				
Fines and Forfeitures	\$ -	\$ -	\$ -	\$ -
Charges for Services	-	380	10,301	15,323
Interest Income	8,164	-	-	-
Grants and Donations	399,774	-	-	-
TOTAL REVENUES	<u>407,938</u>	<u>380</u>	<u>10,301</u>	<u>15,323</u>
EXPENDITURES				
Current:				
Administration	-	-	-	11,925
Legal	176,904	-	1,595	-
Judicial	-	-	-	-
Public Safety	-	-	-	-
Health	-	-	-	-
Capital Outlay	231,034	-	-	-
TOTAL EXPENDITURES	<u>407,938</u>	<u>-</u>	<u>1,595</u>	<u>11,925</u>
Excess (Deficiency) in Revenue				
Over (Under) Expenditures	-	380	8,706	3,398
BEGINNING FUND BALANCE	<u>-</u>	<u>979</u>	<u>125,419</u>	<u>14,581</u>
ENDING FUND BALANCE	<u>\$ -</u>	<u>\$ 1,359</u>	<u>\$ 134,125</u>	<u>\$ 17,979</u>

Special Revenue					
Attorney Hot Check	County Clerk Records	District Clerk Records	Mediation	Records Management	Digital Records
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	93,853	8,554	51,790	30	380
-	4,762	-	-	-	-
-	-	-	-	-	-
-	98,615	8,554	51,790	30	380
-	223,197	-	51,740	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	223,197	-	51,740	-	-
-	(124,582)	8,554	50	30	380
125	346,460	12,829	-	8,780	7,183
<u>\$ 125</u>	<u>\$ 221,878</u>	<u>\$ 21,383</u>	<u>\$ 50</u>	<u>\$ 8,810</u>	<u>\$ 7,563</u>

GONZALES COUNTY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE – NONMAJOR FUNDS (CONTINUED)
FOR THE YEAR ENDED SEPTEMBER 30, 2024

	Special Revenue			
	Chapter 19	Child Abuse	HAVA	Parks and Wildlife
REVENUES				
Fines and Forfeitures	\$ -	\$ -	\$ -	\$ 633
Charges for Services	-	-	-	-
Interest Income	-	-	755	-
Grants and Donations	-	-	-	-
TOTAL REVENUES	<u>-</u>	<u>-</u>	<u>755</u>	<u>633</u>
EXPENDITURES				
Current:				
Administration	-	-	1,688	-
Legal	-	-	-	-
Judicial	-	-	-	-
Public Safety	-	-	-	-
Health	-	1,800	-	319
Capital Outlay	-	-	-	-
TOTAL EXPENDITURES	<u>-</u>	<u>1,800</u>	<u>1,688</u>	<u>319</u>
Excess (Deficiency) in Revenue Over (Under) Expenditures	-	(1,800)	(933)	314
BEGINNING FUND BALANCE	<u>6</u>	<u>1,800</u>	<u>19,272</u>	<u>(85)</u>
ENDING FUND BALANCE	<u>\$ 6</u>	<u>\$ -</u>	<u>\$ 18,339</u>	<u>\$ 229</u>

Special Revenue					
Supplemental Guardianship Fee	Vital Statistics	Judge's Supplement	Courthouse Security	Justice Building Security	Specialty Court
\$ -	\$ -	\$ -	\$ 23,514	\$ 6,223	\$ 6,837
-	1,728	-	-	-	-
-	-	-	-	-	-
2,280	-	-	-	-	-
<u>2,280</u>	<u>1,728</u>	<u>-</u>	<u>23,514</u>	<u>6,223</u>	<u>6,837</u>
-	639	-	-	-	6,837
-	-	-	-	-	-
-	-	-	35,614	2,423	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>639</u>	<u>-</u>	<u>35,614</u>	<u>2,423</u>	<u>6,837</u>
2,280	1,089	-	(12,100)	3,800	-
24,750	20,268	6,976	30,258	15,123	-
<u>\$ 27,030</u>	<u>\$ 21,357</u>	<u>\$ 6,976</u>	<u>\$ 18,158</u>	<u>\$ 18,923</u>	<u>\$ -</u>

GONZALES COUNTY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCE – NONMAJOR FUNDS (CONTINUED)
FOR THE YEAR ENDED SEPTEMBER 30, 2024

	Special Revenue			
	County Records Management	Language Access	Court Reporter	Justice Court Technology
REVENUES				
Fines and Forfeitures	\$ -	\$ -	\$ -	\$ 20,830
Charges for Services	417	1,822	7,637	-
Interest Income	-	-	-	-
Grants and Donations	-	-	-	-
TOTAL REVENUES	<u>417</u>	<u>1,822</u>	<u>7,637</u>	<u>20,830</u>
EXPENDITURES				
Current:				
Administration	-	-	-	-
Legal	-	-	-	-
Judicial	25,444	2,400	1,780	20,679
Public Safety	-	-	-	-
Health	-	-	-	-
Capital Outlay	-	-	-	-
TOTAL EXPENDITURES	<u>25,444</u>	<u>2,400</u>	<u>1,780</u>	<u>20,679</u>
Excess (Deficiency) in Revenue Over (Under) Expenditures	(25,027)	(578)	5,857	151
BEGINNING FUND BALANCE	<u>71,223</u>	<u>3,044</u>	<u>10,127</u>	<u>41,262</u>
ENDING FUND BALANCE	<u>\$ 46,196</u>	<u>\$ 2,466</u>	<u>\$ 15,984</u>	<u>\$ 41,413</u>

Special Revenues

<u>Court Technology</u>	<u>Appellant Judicial</u>	<u>Sheriff Revenues</u>	<u>SCAAP Grant</u>	<u>Indigent Health</u>	<u>Attorney Forfeiture</u>
\$ 695	\$ 1,471	\$ 17,075	\$ -	\$ -	\$ 17,084
-	-	-	-	-	-
-	-	1,436	-	818	831
-	-	-	11,550	-	-
<u>695</u>	<u>1,471</u>	<u>18,511</u>	<u>11,550</u>	<u>818</u>	<u>17,915</u>
-	-	-	-	-	-
-	-	-	-	-	6,375
-	1,367	-	14,982	18,815	-
-	-	8,300	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>1,367</u>	<u>8,300</u>	<u>14,982</u>	<u>18,815</u>	<u>6,375</u>
695	104	10,211	(3,432)	(17,997)	11,540
8,416	1,639	51,372	46,097	17,997	23,023
<u>\$ 9,111</u>	<u>\$ 1,743</u>	<u>\$ 61,583</u>	<u>\$ 42,665</u>	<u>\$ -</u>	<u>\$ 34,563</u>

GONZALES COUNTY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE – NONMAJOR FUNDS (CONTINUED)
FOR THE YEAR ENDED SEPTEMBER 30, 2024

	Special Revenue			
	Law			
	Revolving Loan	Enforcement Training	Jury Fund	Constable 3 Forfeiture
REVENUES				
Fines and Forfeitures	\$ -	\$ -	\$ -	\$ -
Charges for Services	-	-	2,894	-
Interest Income	22,860	147	-	-
Grants and Donations	-	8,710	-	-
TOTAL REVENUES	<u>22,860</u>	<u>8,857</u>	<u>2,894</u>	<u>-</u>
EXPENDITURES				
Current:				
Administration	2,400	-	-	-
Legal	-	-	-	-
Judicial	-	-	-	-
Public Safety	-	1,509	-	-
Health	-	-	-	-
Capital Outlay	-	-	-	-
TOTAL EXPENDITURES	<u>2,400</u>	<u>1,509</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) in Revenue Over (Under) Expenditures	20,460	7,348	2,894	-
BEGINNING FUND BALANCE	<u>681,799</u>	<u>20,904</u>	<u>5,375</u>	<u>2,990</u>
ENDING FUND BALANCE	<u>\$ 702,259</u>	<u>\$ 28,252</u>	<u>\$ 8,269</u>	<u>\$ 2,990</u>

<u>Special Revenue</u>	<u>Capital</u>	
Clerk of the Court	CDBG Grant	Total Nonmajor Funds
\$ -	\$ -	\$ 94,362
15,079	-	210,188
-	-	39,773
-	369,261	791,575
<u>15,079</u>	<u>369,261</u>	<u>1,135,898</u>
-	86,909	385,335
-	-	184,874
-	-	123,504
-	-	9,809
-	-	2,119
-	282,352	513,386
-	<u>369,261</u>	<u>1,219,027</u>
15,079	-	(83,129)
28,477	-	1,648,469
<u>\$ 43,556</u>	<u>\$ -</u>	<u>\$ 1,565,340</u>

GONZALES COUNTY
COMPARATIVE BALANCE SHEETS
GENERAL FUND
SEPTEMBER 30, 2024 AND 2023

	<u>2024</u>	<u>2023</u>
ASSETS		
Cash and Cash Equivalents	\$ 5,338,120	\$ 4,601,782
Certificates of Deposit	4,988,472	5,781,989
Ad Valorem Taxes Receivable (net)	1,377,293	1,344,014
Prepaid Items	<u>78,387</u>	<u>60,973</u>
TOTAL ASSETS	<u><u>\$ 11,782,272</u></u>	<u><u>\$ 11,788,758</u></u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES		
<i>Liabilities:</i>		
Accounts Payable	\$ 536,970	\$ 506,580
Accrued Wages	319,139	264,153
Unearned Revenue	<u>6,698</u>	<u>5,919</u>
<i>Total Liabilities</i>	<u><u>862,807</u></u>	<u><u>776,652</u></u>
<i>Deferred Inflows of Resources:</i>		
Unavailable Property Tax Revenues	<u>1,377,293</u>	<u>1,344,014</u>
<i>Fund Balances:</i>		
Nonspendable:		
Prepaid Items	78,387	60,973
Unassigned	<u>9,463,785</u>	<u>9,607,119</u>
<i>Total Fund Balance</i>	<u><u>9,542,172</u></u>	<u><u>9,668,092</u></u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	<u><u>\$ 11,782,272</u></u>	<u><u>\$ 11,788,758</u></u>

GONZALES COUNTY
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
GENERAL FUND
FOR THE FISCAL YEARS ENDED SEPTEMBER 30, 2024 AND 2023

	2024	2023
REVENUES		
Ad Valorem Taxes	\$ 10,551,343	\$ 9,021,736
Sales Taxes	3,076,073	2,810,733
Fines and Forfeitures	828,356	772,126
Charges for Services	689,361	660,158
Licenses, Permits, and Fees	143,783	118,894
Interest Income	569,132	374,552
Misc Income	299,308	107,454
Grants and Donations	154,559	359,511
TOTAL REVENUES	<u>16,311,915</u>	<u>14,225,164</u>
EXPENDITURES		
<i>Current:</i>		
Administration	3,147,037	2,945,177
Legal	795,905	649,243
Judicial	1,382,982	1,375,701
Finance	1,249,264	1,192,737
Facilities	1,095,252	659,157
Public Safety	7,871,112	7,123,388
Health	3,200	4,860
Conservation	191,332	175,665
Capital Outlay	701,751	869,851
TOTAL EXPENDITURES	<u>16,437,835</u>	<u>14,995,779</u>
NET CHANGE IN FUND BALANCE	(125,920)	(770,615)
BEGINNING FUND BALANCE	<u>9,668,092</u>	<u>10,438,707</u>
ENDING FUND BALANCE	<u><u>\$ 9,542,172</u></u>	<u><u>\$ 9,668,092</u></u>



GONZALES COUNTY
COMPARATIVE BALANCE SHEETS
ROAD AND BRIDGE FUND
SEPTEMBER 30, 2024 AND 2023

	<u>2024</u>	<u>2023</u>
ASSETS		
Cash and Cash Equivalents	\$ 6,481,683	\$ 5,781,022
Certificates of Deposit	3,837,316	4,741,987
Prepaid Items	<u>27,499</u>	<u>25,845</u>
TOTAL ASSETS	<u><u>\$ 10,346,498</u></u>	<u><u>\$ 10,548,854</u></u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES		
<i>Liabilities:</i>		
Accounts Payable	\$ 487,509	\$ 325,876
Accrued Wages	<u>74,765</u>	<u>66,675</u>
<i>Total Liabilities</i>	<u><u>562,274</u></u>	<u><u>392,551</u></u>
<i>Fund Balances:</i>		
Nonspendable:		
Prepaid Items	27,499	25,845
Committed for:		
Road and Bridge Maintenance		
Precinct 1	2,395,065	2,635,923
Precinct 2	2,454,206	2,206,811
Precinct 3	2,327,376	2,427,239
Precinct 4	<u>2,580,078</u>	<u>2,860,485</u>
<i>Total Fund Balance</i>	<u><u>9,784,224</u></u>	<u><u>10,156,303</u></u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	<u><u>\$ 10,346,498</u></u>	<u><u>\$ 10,548,854</u></u>

GONZALES COUNTY
COMPARATIVE STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN FUND
BALANCE – ROAD AND BRIDGE FUND
FOR THE FISCAL YEARS ENDED SEPTEMBER 30, 2024 AND 2023

	Precinct 1	Precinct 2	Precinct 3	Precinct 4
REVENUES				
Ad Valorem Taxes	\$ 881,929	\$ 1,795,142	\$ 945,896	\$ 545,285
Licenses, Permits, and Fees	197,169	209,599	187,969	192,719
Interest Income	119,107	118,728	118,200	125,285
Misc Income	17,329	69,852	17,328	71,521
Grants and Donations	-	-	-	-
TOTAL REVENUES	<u>1,215,534</u>	<u>2,193,321</u>	<u>1,269,393</u>	<u>934,810</u>
EXPENDITURES				
<i>Current:</i>				
Public Transportation	1,197,978	1,487,771	1,222,320	977,605
Capital Outlay	235,968	391,005	100,260	244,158
Debt Service:				
Principal	20,752	102,243	51,009	-
Interest	571	4,618	1,185	-
TOTAL EXPENDITURES	<u>1,455,269</u>	<u>1,985,637</u>	<u>1,374,774</u>	<u>1,221,763</u>
EXCESS (DEFICIENCY) OF REVENUS OVER (UNDER) EXPENDITURES	(239,735)	207,684	(105,381)	(286,953)
OTHER FINANCING SOURCES (USES) (OFS)				
Sale of Capital Assets	-	40,000	11,500	806
TOTAL OFS	<u>-</u>	<u>40,000</u>	<u>11,500</u>	<u>806</u>
NET CHANGE IN FUND BALANCE	<u>\$ (239,735)</u>	<u>\$ 247,684</u>	<u>\$ (93,881)</u>	<u>\$ (286,147)</u>
BEGINNING FUND BALANCE				
ENDING FUND BALANCE				

Fund Totals	
2024	2023
\$ 4,168,252	\$ 5,658,980
787,456	835,101
481,320	307,003
176,030	180,198
-	-
5,613,058	6,981,282
4,885,674	4,617,838
971,391	899,882
174,004	338,313
6,374	19,650
6,037,443	5,875,683
(424,385)	1,105,599
52,306	6,500
52,306	6,500
(372,079)	1,112,099
10,156,303	9,044,204
\$ 9,784,224	\$ 10,156,303



COMPLIANCE SECTION



Armstrong, Vaughan & Associates, P. C.

Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

County Commissioners
Gonzales County

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Gonzales County as of and for the year ended September 30, 2024, and the related notes to the financial statements, which collectively comprise Gonzales County's basic financial statements, and have issued our report thereon dated April 23, 2025.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered Gonzales County's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Gonzales County's internal control. Accordingly, we do not express an opinion on the effectiveness of Gonzales County's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the County's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Report on Compliance and Other Matters

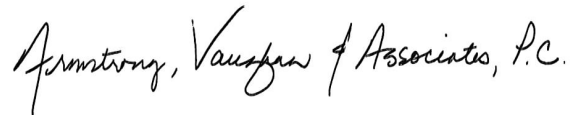
As part of obtaining reasonable assurance about whether Gonzales County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We noted certain other matters that were communicated to management in a separate letter dated April 23, 2025.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the County's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Respectfully submitted,

A handwritten signature in cursive script that reads "Armstrong, Vaughan & Associates, P.C.".

Armstrong, Vaughan & Associates, P.C.

April 23, 2025

